

MINUTE ITEM

7. ASSIGNMENT OF INTEREST IN LEASE P.R.C. 145.1, RINCON OIL FIELD, VENTURA COUNTY; TRIGOOD OIL COMPANY TO AMERICAN METAL CLIMAX, INC. - W.O. 4655.

After consideration of Calendar Item 12 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO APPROVE THE ASSIGNMENT TO AMERICAN METAL CLIMAX, INC., A NEW YORK CORPORATION, OF THE INTEREST OF TRIGOOD OIL COMPANY IN STATE OIL AND GAS LEASE P.R.C. 145.1, COVERING THE LANDS DESCRIBED IN EXHIBIT "A" ATTACHED, SUBJECT TO THE FOLLOWING CONDITIONS:

1. NOTHING IN THE SUBLEASE OR IN THE APPROVAL SHALL RELEASE ANY OF THE PARTIES TO OIL AND GAS LEASE P.R.C. 145.1 FROM ANY OF THE DUTIES AND OBLIGATIONS OF THE LEASE OR FROM ANY OF THE DUTIES AND OBLIGATIONS CONTAINED IN THE OPERATING AGREEMENT DATED SEPTEMBER 1, 1944, FILED IN CONNECTION WITH LEASE P.R.C. 145.1;
2. THE APPROVAL, PURSUANT TO THE TERMS OF OIL AND GAS LEASE P.R.C. 145.1 AND SECTION 6804, PUBLIC RESOURCES CODE, SHALL NOT BE DEEMED A WAIVER OF STATUTORY REQUIREMENTS, IF ANY, OTHERWISE APPLICABLE TO TRANSFER OF INTERESTS IN OIL AND GAS LEASES; AND
3. SUBMISSION OF PROPER BOND BY THE LESSEE.

THE ASSIGNEE IS TO BE BOUND BY THE TERMS OF THE LEASE TO THE SAME EXTENT AS THE ORIGINAL LESSEES.

Attachment  
Calendar Item 12 (3 pages)

CALENDAR ITEM

12.

ASSIGNMENT OF INTEREST IN LEASE P.R.C. 145.1, RINCON OIL FIELD, VENTURA COUNTY; TRIGOOD OIL COMPANY TO AMERICAN METAL CLIMAX, INC. - W.O. 4655.

On July 3, 1944, Oil and Gas Lease P.R.C. 145.1 was issued to Beloil Corporation, Ltd., Lido Petroleum Company, and O. C. Field Gasoline Corporation, joint bidders, pursuant to competitive public bidding in accordance with Division 6 of the Public Resources Code. Pursuant to assignments, the current lessees are Humble Oil & Refining Company, Neptune Corporation, Sexton Corporation, and Beloil Corporation, Ltd.

On April 27, 1954 (Minute Item 2, pages 2052-53), the State Lands Commission approved the sublease from Beloil Corporation, Ltd., to Mr. Fred Goodstein of Beloil's interest in all zones underlying State Oil and Gas Lease P.R.C. 145.1 below a depth of 5500 feet. The approval was subject to the following conditions:

1. Nothing in the sublease or in the approval shall relieve any of the parties to Oil and Gas Lease P.R.C. 145.1 from any of the duties and obligations of the lease, or from any of the duties or obligations contained in the operating agreement dated September 1, 1944, filed in connection with Oil and Gas Lease P.R.C. 145.1.
2. The approval, pursuant to the terms of Oil and Gas Lease P.R.C. 145.1 and Section 6804 of the Public Resources Code, shall not be deemed a waiver of statutory requirements, if any, otherwise applicable to transfers of interests of oil and gas leases.

The subject sublease was assigned to Trigood Oil Company (July 15, 1957, Minute Item 27, page 3362). Now an application and two copies of an executed assignment have been received, requesting approval of an assignment of Trigood Oil Company's interest to American Metal Climax, Inc.

Section 4 of the lease provides for the assignment or subleasing of interest in the lease, with the approval of the State, to a corporation which, at the time of the proposed assignment or sublease, possesses the qualifications required by the Public Resources Code. Evidence has been submitted showing that American Metal Climax, Inc., possesses the qualifications necessary to satisfy the code requirements.

The form of assignment has been executed by Trigood Oil Company, the assignor, and American Metal Climax, Inc., the assignee.

The \$5 statutory filing fee has been paid by the applicant.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO APPROVE THE ASSIGNMENT TO AMERICAN METAL CLIMAX, INC., A NEW YORK CORPORATION, OF THE INTEREST OF TRIGOOD OIL COMPANY IN STATE OIL AND GAS LEASE P.R.C. 145.1, COVERING THE LANDS DESCRIBED IN EXHIBIT "A" ATTACHED; SUBJECT TO THE FOLLOWING CONDITIONS:

CALENDAR ITEM 12. (CONTD.)

1. NOTHING IN THE SUBLEASE OR IN THE APPROVAL SHALL RELEASE ANY OF THE PARTIES TO OIL AND GAS LEASE P.R.C. 145.1 FROM ANY OF THE DUTIES AND OBLIGATIONS OF THE LEASE OR FROM ANY OF THE DUTIES AND OBLIGATIONS CONTAINED IN THE OPERATING AGREEMENT DATED SEPTEMBER 1, 1944, FILED IN CONNECTION WITH LEASE P.R.C. 145.1;
2. THE APPROVAL, PURSUANT TO THE TERMS OF OIL AND GAS LEASE P.R.C. 145.1 AND SECTION 6804, PUBLIC RESOURCES CODE, SHALL NOT BE DEEMED A WAIVER OF STATUTORY REQUIREMENTS, IF ANY, OTHERWISE APPLICABLE TO TRANSFER OF INTERESTS IN OIL AND GAS LEASES; AND
3. SUBMISSION OF PROPER BOND BY THE LESSEE.

THE ASSIGNEE IS TO BE BOUND BY THE TERMS OF THE LEASE TO THE SAME EXTENT AS THE ORIGINAL LESSEES.

Attachment  
Exhibit "A"

W.O. 4655

EXHIBIT "A"

Beginning at a point on the ordinary high water mark of the Pacific Ocean at the most easterly corner of State Oil and Gas Lease No. 52 in the Rincon Oil Field which point bears S.  $89^{\circ} 48' 30''$  W. 4225.20 feet and S.  $38^{\circ} 44'$  E. 1146.10 feet from the corner common to Sections 8, 9, 16 and 17, T. 3 N., R. 24 W., S.B.M., thence S.  $51^{\circ} 16'$  W. 1548.65' to a point, thence N.  $38^{\circ} 44'$  W. 843.83 feet to a point thence N.  $51^{\circ} 16'$  E. 516.22 feet to a point, thence N.  $38^{\circ} 44'$  W. 843.83 feet to a point on the southeasterly boundary of Lease No. 48, thence along said southeasterly boundary of Lease No. 48 S.  $51^{\circ} 16'$  W. 3297.27 feet to the southeasterly corner of said Lease No. 48 thence S. 2300 feet to a point, thence E. 2445.47' to a point thence N.  $51^{\circ} 16'$  E. 3797.05 feet to the ordinary high water mark of the Pacific Ocean, thence meandering along the ordinary high water mark of the Pacific Ocean N.  $35^{\circ} 37'$  W. 303.75 feet, N.  $39^{\circ} 40' 30''$  W. 669.88 feet, thence N.  $33^{\circ} 41' 30''$  W. 666.11 feet to point of beginning, and containing approximately 326 acres.