

MINUTE ITEM

22. ASSIGNMENT OF PARTIAL INTEREST IN OIL AND GAS LEASES P.R.C. 308.1 AND P.R.C. 309.1, COAL OIL POINT, SANTA BARBARA COUNTY; TIDEWATER OIL COMPANY - W.O. 5196.

After consideration of Calendar Item 8 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO APPROVE THE ASSIGNMENT OF AN UNDIVIDED 25 PERCENT INTEREST IN STATE OIL AND GAS LEASES P.R.C. 308.1 AND P.R.C. 309.1 FROM TIDEWATER OIL COMPANY, A DELAWARE CORPORATION, TO RICHFIELD OIL CORPORATION, A DELAWARE CORPORATION. THE ASSIGNEE IS TO BE BOUND BY THE TERMS OF THE LEASES TO THE SAME EXTENT AS THE ORIGINAL LESSEE.

Attachment

Calendar Item 8 (1 page)

CALENDAR ITEM

8.

ASSIGNMENT OF PARTIAL INTEREST IN OIL AND GAS LEASES P.R.C. 308.1 AND P.R.C. 309.1, COAL OIL POINT, SANTA BARBARA COUNTY; TIDEWATER OIL COMPANY - W.O. 5196.

State Oil and Gas Leases P.R.C. 308.1 and P.R.C. 309.1 were issued March 4, 1947, pursuant to competitive public bidding, covering approximately 3,840 acres of tide and submerged lands in Santa Barbara County. The leases are now held by Richfield Oil Corporation, Signal Oil and Gas Company, and Tidewater Oil Company, with Richfield Oil Corporation designated as operator.

Tidewater Oil Company, a Delaware corporation, owner of an undivided 25 percent interest in Leases P.R.C. 308.1 and P.R.C. 309.1, has executed an assignment to Richfield Oil Corporation, a Delaware corporation, of its undivided interest.

Section 4 of each lease provides: "This lease may not be assigned, transferred or sublet, except with the written consent of the State and then only to a person, association of persons, or corporation, who at the time of the proposed assignment, transfer or sublease, possesses the qualifications provided in Division 6 of the Public Resources Code, Statutes of California."

Richfield Oil Corporation presently owns an undivided one-half interest in Oil and Gas Leases P.R.C. 308.1 and P.R.C. 309.1, the remaining undivided one-quarter interests in each lease are owned by Signal Oil and Gas Company and Tidewater Oil Company, respectively. A form of assignment covering both leases has been executed by Tidewater Oil Company, Assignor, and by Richfield Oil Corporation, Assignee. The \$5 statutory filing fee for each lease assignment has been paid by the applicant.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO APPROVE THE ASSIGNMENT OF AN UNDIVIDED 25 PERCENT INTEREST IN STATE OIL AND GAS LEASES P.R.C. 308.1 AND P.R.C. 309.1 FROM TIDEWATER OIL COMPANY, A DELAWARE CORPORATION, TO RICHFIELD OIL CORPORATION, A DELAWARE CORPORATION. THE ASSIGNEE IS TO BE BOUND BY THE TERMS OF THE LEASES TO THE SAME EXTENT AS THE ORIGINAL LESSEE.