21. APPLICATION FOR ASSIGNMENT OF PROSPECTING PERMITS FOR GEOTHERMAL ENERGY, P.R.C. 3395.2, SONOMA COUNTY, AND P.R.C. 3473.2, LAKE AND SONOMA COUNTIES, FROM DECCAXAGON CORPORATION TO EARTH ENERGY, INC. - W.O. 6085 AND W.O. 6084.

After consideration of Calendar Item 16 attached, and upon motion duly made and carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO APPROVE THE ASSIGNMENT OF PROSPECTING PERMITS FOR GEOTHERMAL ENERGY P.R.C. 3395.2 AND P.R.C. 3473.2 FROM DECCAXAGON CORPORATION TO EARTH ENERGY, INC., WITH THE ASSIGNEE TO BE BOUND BY THE TERMS AND CONDITIONS OF THE PROSPECTING PERMIT TO THE SAME EXTENT AS THE ORIGINAL PERMITTEE.

Attachment
Calendar Item 16 (1 page)

16.

APPLICATION FOR ASSIGNMENT OF PROSPECTING PERMITS FOR GEOTHERMAL ENERGY, P.R.C. 3395.2, SONOMA COUNTY, AND P.R.C. 3473.2, LAKE AND SONOMA COUNTIES, FROM DECCAXAGON CORPORATION TO EARTH ENERGY, INC. - W.O. 6083 AND W.O. 6084.

Permits to prospect for geothermal energy, P.R.C. 3395.2 and P.R.C. 3473.2, were issued on June 13, 1966, for a period of two years, to Deccaxagon Corporation.

An application has been received from Earth Energy, Inc., requesting approval of an assignment to them of Prospecting Permits P.R.C. 3395.2 and P.R.C. 3473.2.

Section 30 of the permit requires that the permittee shall not assign or sublet the prospecting permit or any right or rights thereunder without first obtaining the written consent of the Commission thereto.

Earth Energy, Inc., has submitted evidence showing that it possesses the qualifications necessary to satisfy the statutory requirements. The bond obligations have been met by the assignee. A form of the assignment has been executed by Deccaxagon Corporation, the assignor, and Earth Energy, Inc., the assignee. The statutory filing fee has been paid by the applicant. Earth Energy, Inc. is presently drilling a steam well, "Otto Boni" 1, on private land approximately one mile west of the permit area.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO APPROVE THE ASSIGNMENT OF PROSPECTING PERMITS FOR GEOTHERMAL ENERGY P.H.C. 3395.2 AND P.R.C. 3473.2 FROM DECCAXAGON CORPORATION TO EARTH ENERGY, INC., WITH THE ASSIGNEE TO BE BOUND BY THE TERMS AND CONDITIONS OF THE PROSPECTING PERMIT TO THE SAME EXTENT AS THE ORIGINAL PERMITTEE.