

MINUTE ITEM

10/27/66

28. REQUEST FOR DEFERMENT OF DRILLING REQUIREMENTS, P.R.C. 3501.1, GREY LODGE WATERFOWL MANAGEMENT AREA, BUTTE COUNTY; CAPITOL OIL CORPORATION, AND BRUCE D. BROOKS, AN INDIVIDUAL - W.O. 6274.

After consideration of Calendar Item 6 attached, and upon motion duly made and carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO GRANT TO CAPITOL OIL CORPORATION, AND BRUCE D. BROOKS, AN INDIVIDUAL, A DEFERMENT OF DRILLING REQUIREMENTS UNDER OIL AND GAS LEASE P.R.C. 3501.1 THROUGH JUNE 14, 1967, ALL OTHER TERMS AND CONDITIONS OF THE LEASE TO REMAIN IN FULL FORCE AND EFFECT.

Attachment

Calendar Item 6 (1 page)

6.

REQUEST FOR DEFERMENT OF DRILLING REQUIREMENTS, P.R.C. 3501.1, GREY LODGE WATERFOWL MANAGEMENT AREA, BUTTE COUNTY; CAPITOL OIL CORPORATION, AND BRUCE D. BROOKS, AN INDIVIDUAL - W.O. 6274.

An application has been received from Capitol Oil Corporation, and Bruce D. Brooks, an individual, requesting a deferment of drilling requirements from December 15, 1966, through June 14, 1967, on State Oil and Gas Lease P.R.C. 3501.1, containing 320 acres more or less of land comprising a portion of the Grey Lodge Waterfowl Management Area in Butte County.

This lease was issued June 15, 1966, to Capitol Oil Corporation, and Bruce D. Brooks, an individual, pursuant to competitive public bidding. The drilling term of the lease is six months.

The lessees, in conjunction with Richard S. Rheem, operator, drilled a well in the SE $\frac{1}{4}$  of Section 11, T. 17 N., R. 1 E., M.D.B. & M., adjacent to the leased land. The well was drilled to 3200 feet and abandoned August 23, 1966, without encountering oil or gas in commercial quantity.

Section 5, Exhibit "D", of the lease specifies that no drilling or construction activities shall be conducted during the open waterfowl season as specified by the State Fish and Game Commission. The Fish and Game Commission has indicated that no drilling operations can now be conducted until late May 1967 due to flooding and incoming waterfowl flights.

In conformance with current Commission practice of granting deferments of periods not in excess of six months,

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO GRANT TO CAPITOL OIL CORPORATION, AND BRUCE D. BROOKS, AN INDIVIDUAL, A DEFERMENT OF DRILLING REQUIREMENTS UNDER OIL AND GAS LEASE P.R.C. 3501.1 THROUGH JUNE 14, 1967, ALL OTHER TERMS AND CONDITIONS OF THE LEASE TO REMAIN IN FULL FORCE AND EFFECT.