

MINUTE ITEM

10/27/66

29. REQUEST FOR DEFERMENT OF DRILLING REQUIREMENTS, OIL AND GAS LEASE
P.R.C. 2207.1, SANTA BARBARA COUNTY; PHILLIPS PETROLEUM COMPANY - W.O. 6318.

After consideration of Calendar Item 41 attached, and upon motion duly made
and carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO GRANT TO PHILLIPS PETROLEUM COMPANY A
DEFERMENT OF DRILLING REQUIREMENTS UNDER OIL AND GAS LEASE P.R.C. 2207.1
THROUGH JUNE 21, 1967, ALL OTHER TERMS AND CONDITIONS OF THE LEASE TO REMAIN
IN FULL FORCE AND EFFECT.

Attachment

Calendar Item 41 (1 page)

41.

REQUEST FOR DEFERMENT OF DRILLING REQUIREMENTS, OIL AND GAS LEASE P.R.C. 2207.1, SANTA BARBARA COUNTY; PHILLIPS PETROLEUM COMPANY - W.O. 6318.

An application has been received from Phillips Petroleum Company requesting a deferment of drilling requirements from December 22, 1966 to June 21, 1967, under State Oil and Gas Lease P.R.C. 2207.1, containing approximately 3,840 acres of offshore tide and submerged lands in Santa Barbara County.

This lease was issued July 25, 1958, to Phillips Petroleum Company, Edwin W. Pauley, et al., pursuant to competitive public bidding. The lease is now held by Phillips Petroleum Company, Humble Oil & Refining Company, et al.

Phillips, as operator for the leasees, has constructed one fixed platform and drilled 38 wells in development operations on the lease to date. Twenty-four wells are currently producing. According to Phillips, in excess of \$15,940,000 has been expended in the development of the lease.

Drilling operations were last conducted on August 7, 1964. Deferments of drilling requirements have been granted by the Commission dating from December 21, 1962. The current deferment extends through December 21, 1966.

Phillips states that regional geophysical data from the area adjoining the lease has recently been obtained and is currently being studied in conjunction with the latest geological information from within the lease area and the adjoining areas. In order to continue this study, the operator has requested a deferment of drilling requirements to June 21, 1967.

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

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO GRANT TO PHILLIPS PETROLEUM COMPANY A DEFERMENT OF DRILLING REQUIREMENTS UNDER OIL AND GAS LEASE P.R.C. 2207.1 THROUGH JUNE 21, 1967, ALL OTHER TERMS AND CONDITIONS OF THE LEASE TO REMAIN IN FULL FORCE AND EFFECT.