

MINUTE ITEM

2/23/67

12. ASSIGNMENT OF LEASES FOR GEOTHERMAL RESOURCES P.R.C.s 3143.1, 3144.1, 3145.1, AND 3146.1, IMPERIAL COUNTY, FROM JOSEPH I. O'NEILL, JR., AND ASHMUM AND HILLIARD, A PARTNERSHIP, TO IMPERIAL THERMAL PRODUCTS, INC. - W.O. 6449.

After consideration of Calendar Item 29 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO APPROVE THE ASSIGNMENT FROM JOSEPH I. O'NEILL, JR., AND ASHMUN AND HILLIARD, A PARTNERSHIP, TO IMPERIAL THERMAL PRODUCTS, INC., OF LEASES FOR GEOTHERMAL ENERGY, DESCRIBED IN EXHIBIT "A" ATTACHED AND HEREBY MADE A PART HEREOF. THE ASSIGNEE IS TO BE BOUND BY THE TERMS OF THE LEASES TO THE SAME EXTENT AS THE ORIGINAL LESSEE.

Attachment  
Calendar Item 29 (3 pages)

29.

ASSIGNMENT OF LEASES FOR GEOTHERMAL RESOURCES P.R.C.s 3143.1, 3144.1, 3145.1, AND 3146.1, IMPERIAL COUNTY, FROM JOSEPH I. O'NEILL, JR., AND ASHMUN AND HILLIARD, A PARTNERSHIP, TO IMPERIAL THERMAL PRODUCTS, INC. - W.O. 6449.

Pursuant to a geothermal resources discovery, preferential Mineral Extraction Leases P.R.C. 3143.1, P.R.C. 3144.1, P.R.C. 3145.1, and P.R.C. 3146.1 were issued to R. W. Cypher, effective May 28, 1964 (Minute Item 7, page 9,927 of May 28, 1964, and Minute Item 15, page 13,432 of December 14, 1966). The Commission has authorized the Executive Officer to approve the assignment of this lease from R. W. Cypher to Joseph I. O'Neill, Jr., et al., in Calendar Item 20 of this agenda. The leases cover a total of 535 acres in Sections 23 and 26 of T. 11 S., R. 13 E., S.B.B. & M., Imperial County.

Paragraph 4 of the leases provides that the lessee shall not assign the leases except upon the prior written consent of the State.

Applications have been submitted by Joseph I. O'Neill, Jr., et al., requesting the approval of the assignment of said leases to Imperial Thermal Products, Inc. The assignee has submitted evidence showing qualification necessary to hold the leases. Appropriate substitutions have been made on the bonds. The annual rental and minimum royalty have been paid, and the \$5 statutory filing fee for each assignment has been paid.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO APPROVE THE ASSIGNMENT FROM JOSEPH I. O'NEILL, JR., AND ASHMUN AND HILLIARD, A PARTNERSHIP, TO IMPERIAL THERMAL PRODUCTS, INC., OF LEASES FOR GEOTHERMAL ENERGY, DESCRIBED IN EXHIBIT "A" ATTACHED AND HEREBY MADE A PART HEREOF. THE ASSIGNEE IS TO BE BOUND BY THE TERMS OF THE LEASES TO THE SAME EXTENT AS THE ORIGINAL LESSEE.

Attachment  
Exhibit "A"

EXHIBIT "A"Mineral Extraction Lease P.R.C. 3143.1

Those certain lands situate in the County of Imperial, State of California, and more particularly described as follows:

That portion of the Northeast Quarter of Section 26, in Township 11 South, Range 13 East, San Bernardino Meridian, according to the Official Survey of the United States filed in the United States Land Office at Los Angeles, California, described as follows:

BEGINNING at a point 52.1 feet East of the Northwest corner thereof; thence South  $0^{\circ} 01'$  East, 2640 feet to a point in the South line thereof which point is 52.1 feet East of the Southwest corner of said Northeast Quarter; thence East 563 feet; thence North  $20^{\circ} 42'$  West 410 feet; thence North  $13^{\circ} 55' 30''$  East 393 feet; thence North  $65^{\circ} 36'$  East, 697 feet; thence North  $19^{\circ} 10'$  West 783 feet; thence North 314.8 feet; thence North  $74^{\circ} 33' 30''$  East, 665 feet; thence North  $27^{\circ} 11'$  West 498 feet to a point in the North line of said Northeast Quarter; thence West 1282.8 feet to the point of beginning.

SAID PROPERTY is also shown on Parcel "C" on License Survey Map filed for record March 3, 1938 in Book 9 at page 7 of License Survey Maps, and contains 55 acres more or less.

Mineral Extraction Lease P.R.C. 3144.1

Those certain lands situate in the County of Imperial, State of California, and more particularly described as follows:

$SE\frac{1}{4}$  of Section 23, T. 11 S., R. 13 E., S.B.B. & M., containing 160 acres more or less, excepting therefrom deposit of carbon dioxide gas as reserved by the Southern Pacific Land Company.

Mineral Extraction Lease P.R.C. 3145.1

Those certain lands situate in the County of Imperial, State of California, and more particularly described as follows:

$NW\frac{1}{4}$  of Section 26, T. 11 S., R. 13 E., S.B.B. & M., containing 160 acres more or less, excepting therefrom an undivided one-half interest in the geothermal resources contained therein.

EXHIBIT "A" (CONTD.)

Mineral Extraction Lease P.R.C. 3146.1

Those certain lands situate in the County of Imperial, State of California, and more particularly described as follows:

SW $\frac{1}{4}$  of Section 23, T. 11 S., R. 13 E., S.B.B. & M., containing 160 acres more or less, excepting therefrom deposits of carbon dioxide gas as reserved by the Southern Pacific Land Company.