

MINUTE ITEM

6/22/67

20. DEFERMENT OF DRILLING REQUIREMENTS, P.R.C. 2879.1, SANTA BARBARA COUNTY;
UNION OIL COMPANY OF CALIFORNIA - W.O. 6618.

After consideration of Calendar Item 4 attached, and upon motion duly made
and carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO GRANT TO UNION OIL COMPANY OF CALIFORNIA
A DEFERMENT OF DRILLING REQUIREMENTS UNDER OIL AND GAS LEASE P.R.C. 2879.1
THROUGH JANUARY 21, 1968, ALL OTHER TERMS AND CONDITIONS OF THE LEASE TO REMAIN
IN FULL FORCE AND EFFECT.

Attachment

Calendar Item 4 (1 page)

4.

REQUEST FOR DEFERMENT OF DRILLING REQUIREMENTS, P.R.C. 2879.1, SANTA BARBARA COUNTY; UNION OIL COMPANY OF CALIFORNIA - W.O. 6618.

An application has been received from Union Oil Company of California requesting a deferment of drilling requirements from July 21, 1967, to January 21, 1968, under Oil and Gas Lease P.R.C. 2879.1, containing 5,653 acres more or less of tide and submerged lands in Santa Barbara County. This lease was issued April 26, 1962, to Union Oil Company of California, pursuant to competitive public bidding.

Union, in evaluating the lease, has drilled a total of thirteen wells, eleven of which were abandoned or suspended, and two shut in. Through an agreement with Humble, an additional well was drilled, and was suspended March 23, 1967, the last day drilling operations were conducted on the lease. The lessee states that more than 93,900 feet of hole have been drilled on the lease. Since October 12, 1965, the Commission has granted deferments of drilling requirements through April 11, 1967.

The lessee requests a six-month deferment of drilling requirements in order to evaluate the information obtained in the Humble-Union "State 2879" H-1 well.

In conformance with 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 UNION OIL COMPANY OF CALIFORNIA A DEFERMENT OF DRILLING REQUIREMENTS UNDER OIL AND GAS LEASE P.R.C. 2879.1 THROUGH JANUARY 21, 1968, ALL OTHER TERMS AND CONDITIONS OF THE LEASE TO REMAIN IN FULL FORCE AND EFFECT.