MINUTE ITEM

21. DEFERMENT OF DRILLING REQUIREMENTS, P.R.C. 3033.1, ORANGE COUNTY; UNION OIL COMPANY OF CALIFORNIA - W.O. 6619.

After consideration of Calendar Item 27 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, OPERATOR, A DEFERMENT OF DRILLING REQUIREMENTS UNDER OIL AND GAS LEASE P.R.C. 3033.1 THROUGH JANUARY 24, 1968, WITH ALL OTHER TERMS AND CONDITIONS OF THE LEASE TO REMAIN IN FULL FORCE AND EFFECT.

Attachment Calendar Item 27 (1 page) 27.

REQUEST FOR DEFERMENT OF DRILLING REQUIREMENTS, P.R.C. 3033.1, ORANGE COUNTY; UNION OIL COMPANY OF CALIFORNIA - W.O. 6619.

An application has been received from Union Oil Company of California, requesting a deferment of the drilling requirements from July 25, 1967, through January 25, 1968, under State Oil and Gas Lease P.R.C. 3033.1, containing 2,113.245 acres more or less of tide and submerged lands in Orange County. The lease was issued to Union Oil Company of California on July 25, 1963, pursuant to competitive public bidding.

Deferments of drilling requirements have been granted by the Commission from July 12, 1966, through July 25, 1967.

Union, as operator of the lease, has to date constructed one drilling platform and drilled 32 wells, of which 4 have been redrilled. Drilling operations were last conducted on October 25, 1965. Thirty wells are currently producing.

Union is evaluating the performance of the wells on the lease in order to determine reservoir characteristics and the advisability of drilling additional wells.

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 UNION OIL COMPANY OF CALIFORNIA, OPERATOR, A DEFERMENT OF DRILLING REQUIREMENTS UNDER OIL AND GAS LEASE P.R.C. 3033.1 THROUGH JANUARY 24, 1968, WITH ALL OTHER TERMS AND CONDITIONS OF THE LEASE TO REMAIN IN FULL FORCE AND EFFECT.