

MINUTE ITEM

10/26/67

16. DEFERMENT OF DRILLING REQUIREMENTS, P.R.C. 308.1 AND P.R.C. 309.1, SANTA BARBARA COUNTY; ATLANTIC RICHFIELD COMPANY AND SIGNAL OIL AND GAS COMPANY - W.O. 6777.

After consideration of Calendar Item 40 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION AUTHORIZES THE GRANTING TO ATLANTIC RICHFIELD COMPANY AND SIGNAL OIL AND GAS COMPANY OF A DEFERMENT OF DRILLING REQUIREMENTS UNDER OIL AND GAS LEASES P.R.C. 308.1 AND P.R.C. 309.1 THROUGH MAY 17, 1968.

THE DEFERMENT IS TO BE SUBJECT TO THE EXPRESS CONDITION THAT DURING THE PERIOD THEREOF THE LESSEE WILL PERFORM ONE OF THE FOLLOWING ACTIONS:

1. INITIATE A RENEWED DEVELOPMENT PROGRAM FOR THE LEASE; OR
2. QUITCLAIM THE UNDEVELOPED LEASE AREA; OR
3. PRESENT ADEQUATE BASES FOR CONSIDERATION AS TO FURTHER DEFERMENT OF DRILLING REQUIREMENTS UNDER THE LEASE.

ALL OTHER TERMS AND CONDITIONS OF THE LEASE ARE TO REMAIN IN FULL FORCE AND EFFECT.

Attachment
Calendar Item 40 (1 page)

CALENDAR ITEM

10/67
W.O. 6777

40.

DEFERMENT OF DRILLING REQUIREMENTS

P.R.C.: 308.1 and 309.1

LESSEE: Atlantic Richfield Company and Signal Oil and Gas Company

COUNTY: Santa Barbara

AREA: Approximately 3,840 acres

ISSUED: March 4, 1947

WORK COMPLETED ON LEASE: Twenty-four wells drilled. Three wells producing from ocean-floor completions.

PREVIOUS DEFEREMENTS: From December 20, 1963, through November 17, 1967

THIS DEFERMENT: From November 18, 1967, through May 17, 1968

REASON FOR REQUEST: To investigate geologic structure as determined from wells being drilled on State leases west of and adjacent to subject lease

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE GRANTING TO ATLANTIC RICHFIELD COMPANY AND SIGNAL OIL AND GAS COMPANY OF A DEFERMENT OF DRILLING REQUIREMENTS UNDER OIL AND GAS LEASES P.R.C. 308.1 AND P.R.C. 309.1 THROUGH MAY 17, 1968.

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