

33. DEFERMENT OF DRILLING REQUIREMENTS, P.R.C. 3685.1, ALAMEDA COUNTY;
McCULLOCH OIL CORPORATION OF CALIFORNIA - W.O. 6978.

After consideration of Calendar Item 48 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION AUTHORIZES THE GRANTING TO McCULLOCH OIL CORPORATION OF CALIFORNIA OF A DEFERMENT OF DRILLING REQUIREMENTS UNDER OIL AND GAS LEASE P.R.C. 3685.1 THROUGH DECEMBER 13, 1968; ALL OTHER TERMS AND CONDITIONS OF THE LEASE TO REMAIN IN FULL FORCE AND EFFECT.

Attachment

Calendar Item 48 (1 page)

48.

DEFERMENT OF DRILLING REQUIREMENTS

P.R.C.: 3685.1
LESSEE: McCulloch Oil Corporation of California
COUNTY: Alameda
FIELD: Livermore
ISSUED: December 14, 1966

WORK COMPLETED ON LEASE:

McCulloch Oil Corporation has drilled ten wells southwesterly of the State lease, five of which have been completed as producing wells extending production toward State land. Because of complex faulting in the area, the outcome of each well drilled determines the location for each succeeding well. McCulloch believes that one of the wells is producing from a separate larger reservoir that may underlie a portion of the State lease.

PREVIOUS DEFERMENTS: From December 14, 1967, through June 13, 1968

THIS DEFERMENT: From June 14, 1968, through December 13, 1968

REASON FOR REQUEST: McCulloch Oil Corporation plans to commence drilling operations in the second half of 1968 at either of two locations near State land that, if successful, would dictate drilling additional wells into State land; an extension of the drilling term is necessary in order to carry out these plans.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE GRANTING TO McCULLOCH OIL CORPORATION OF CALIFORNIA OF A DEFERMENT OF DRILLING REQUIREMENTS UNDER OIL AND GAS LEASE P.R.C. 3685.1 THROUGH DECEMBER 13, 1968; ALL OTHER TERMS AND CONDITIONS OF THE LEASE TO REMAIN IN FULL FORCE AND EFFECT.