

MINUTE ITEM

10/2/69

20. DEFERMENT OF DRILLING REQUIREMENTS, LEASE P.R.C. 3601.1, SHERMAN ISLAND, SACRAMENTO AND CONTRA COSTA COUNTIES; SIGNAL OIL AND GAS COMPANY - W-9007.

After consideration of Calendar Item 23 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION AUTHORIZES THE GRANTING TO SIGNAL OIL AND GAS COMPANY OF A DEFERMENT OF DRILLING REQUIREMENTS UNDER OIL AND GAS LEASE P.R.C. 3601.1 THROUGH APRIL 19, 1970; ALL OTHER TERMS AND CONDITIONS OF THE LEASE TO REMAIN IN FULL FORCE AND EFFECT.

Attachment

Calendar Item 23 (1 page)

CALENDAR ITEM

10/69
W-9007

23.

DEFERMENT OF DRILLING REQUIREMENTS

P.R.C.: 3601.1.

LESSEE: Signal Oil and Gas Company.

COUNTY: Sacramento and Contra Costa.

AREA: 600 acres.

ISSUED: September 26, 1966.

WORK COMPLETED ON LEASE: Drilled and abandoned one well. Conducted aquapulse seismic survey. Gathering of additional geological information has been delayed due to flooding of Sherman Island.

PREVIOUS DEFERMENTS: From April 20, 1969, through October 19, 1969.

THIS DEFERMENT: From October 20, 1969, through April 19, 1970.

REASON FOR REQUEST: Heavy winter rains flooded Signal's drillsite on Sherman Island adjacent to the San Joaquin River. These conditions still exist and no significant improvement is expected prior to the deferment expiration date on October 19, 1969.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE GRANTING TO SIGNAL OIL AND GAS COMPANY OF A DEFERMENT OF DRILLING REQUIREMENTS UNDER OIL AND GAS LEASE P.R.C. 3601.1 THROUGH APRIL 19, 1970; ALL OTHER TERMS AND CONDITIONS OF THE LEASE TO REMAIN IN FULL FORCE AND EFFECT.