

MINUTE ITEM

7/26/71
JWY

15. APPROVAL OF SECURITY AGREEMENT, DEED OF TRUST, AND ASSIGNMENT FROM PETROL INDUSTRIES, INC., TRUSTOR, TO SECURITY PACIFIC NATIONAL BANK, TRUSTEE, FOR THE SECURITY PACIFIC NATIONAL BANK, BENEFICIARY; RINCON OIL FIELD, VENTURA COUNTY - W 9431.

After consideration of Calendar Item 20 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION APPROVES THE FOLLOWING DOCUMENTS SUBMITTED BY PETROL INDUSTRIES, INC., ALL IN RELATION TO THE INTEREST OF PETROL INDUSTRIES, INC., IN PRC 145.1, RINCON OIL FIELD, VENTURA COUNTY:

1. SECURITY AGREEMENT, DEED OF TRUST, AND ASSIGNMENT FROM PETROL INDUSTRIES, INC., TRUSTOR, TO SECURITY PACIFIC NATIONAL BANK, TRUSTEE, FOR THE SECURITY PACIFIC NATIONAL BANK, BENEFICIARY, DATED JUNE 14, 1971.
2. PROMISSORY NOTE FROM PETROL INDUSTRIES, INC., TO SECURITY NATIONAL BANK, DATED JUNE 14, 1971.

Attachment:

Calendar Item 20 (1 page)

CALENDAR ITEM

7/71
W 9431
JWY

20.

APPROVAL OF SECURITY AGREEMENT, DEED OF TRUST, AND ASSIGNMENT, PETROL INDUSTRIES, INC., RINCON OIL FIELD, VENTURA COUNTY - W 9431.

Petrol Industries, Inc., a Nevada corporation, holds 62½% undivided interest in PRC 145.1, Rincon Oil Field, Ventura County. Section 4 of the lease provides:

"This Lease may not be assigned, transferred or sublet, except with the written consent of the State and then only to a person, association of persons, or corporation, who at the time of the proposed assignment, transfer or sublease, possesses the qualifications provided in Division 6 of the Public Resources Code, Statutes of California. Should the State consent in writing to the assignment, transfer or subletting of this Lease, the Lessee shall continue to assume, during the term of this Lease or any extension thereof, jointly with any assignee, transferee or sub-lessee, responsibility for compliance with all of the terms, covenants, conditions, agreements and provisions of this Lease."

Petrol Industries, Inc., has submitted the following documents for State Lands Commission approval:

1. Security Agreement, Deed of Trust, and Assignment from Petrol Industries, Inc., Trustor, to Security Pacific National Bank, Trustee, for the Security Pacific National Bank, Beneficiary, dated June 14, 1971.
2. Promissory note from Petrol Industries, Inc., to Security Pacific National Bank.

The purpose of the Security Agreement is to hypothecate the interest of Petrol Industries, Inc., to secure a loan from the Security Pacific National Bank.

The Office of the Attorney General has advised that the Commission may properly approve the documents as submitted.

IT IS RECOMMENDED THAT THE COMMISSION APPROVE THE FOLLOWING DOCUMENTS SUBMITTED BY PETROL INDUSTRIES, INC., ALL IN RELATION TO THE INTEREST OF PETROL INDUSTRIES, INC., IN PRC 145.1, RINCON OIL FIELD, VENTURA COUNTY:

1. SECURITY AGREEMENT, DEED OF TRUST, AND ASSIGNMENT FROM PETROL INDUSTRIES, INC., TRUSTOR, TO SECURITY PACIFIC NATIONAL BANK, TRUSTEE, FOR THE SECURITY PACIFIC NATIONAL BANK, BENEFICIARY, DATED JUNE 14, 1971.
2. PROMISSORY NOTE FROM PETROL INDUSTRIES, INC., TO SECURITY NATIONAL BANK, DATED JUNE 14, 1971.