MINUTE ITEM

7. PROPOSED REDRILL OF WELL "STATE 3095" 105, STATE OIL AND GAS LEASE PRO 3095.1, BELMONT OFFSHORE FIELD, ORANGE COUNTY; STANDARD OIL COMPANY OF CALIFORNIA, WESTERN OPERATIONS, INC. - PRC 3095.1.

After consideration of Calendar Item 8 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION AUTHORIZES THE APPROVAL OF REDRILLING AND COMPLETING WELL "STATE 3095" 105, IN ACCORDANCE WITH THE PROPOSAL SUBMITTED BY STANDARD OIL COMPANY OF CALIFORNIA, WESTERN OPERATIONS, INC., THE TERMS AND CONDI-TIONS OF STATE OIL AND GAS LEASE PRC 3095.1, AND THE RULES AND REGULATIONS OF THE COMMISSION.

Attachment: Calendar Item 8 (1 page)

CALENDAR ITEM

8/71 PRC 3095.1 JWY

8.

PROFOSED REDRILL OF WELL "STATE 3095" 105

LEASE: PRC 3095.1.

LESSEE: Standard Oil Company of California, Western Operations, Inc.

COUNTY: Orange.

AREA: Belmont Offshore Field.

PERTINENT INFORMATION:

On January 28, 1971 (Minute Item 8, page 27), the Commission, after a detailed review of the drilling conditions and facilities available on Island "Esther" for prevention and containment of any oil spill, authorized the drilling of a new producing well. This well was drilled and completed. On June 23, 1971 (Minute Item 7, page 385), the Commission approved the drilling of another new producing well. This well was also drilled and completed.

In order to maintain a coordinated development program, Standard has submitted an application to redrill producing well "State 3095" 105. The proposed completion interval in this well will provide for optimum development spacing. The well will be redrilled from the man-made Island "Esther", located approximately two miles offshore Seal Beach. The facilities available and the procedures followed in drilling from such permanent structures are identical to those used at upland locations. The drilling and completion program has been reviewed by the Division, and has been determined to be in accordance with good engineering practices and the rules and regulations of the Commission. The State Division of Oil and Gas has approved the drilling of this well.

There will be no adultional impact on the environment inasmuch as the proposed operations will be conducted by utilizing existing facilities.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE APPROVAL OF REDRILLING AND COMPLETING WELL "STATE 3095" 105, IN ACCORDANCE WITH THE PROPOSAL SUB-MITTED BY STANDARD OIL COMPANY OF CALIFORNIA, WESTERN OPERATIONS, INC., THE TERMS AND CONDITIONS OF STATE OIL AND GAS LEASE PRC 3095.1, AND THE RULES AND REGULATIONS OF THE COMMISSION.

518