

MINUTE ITEM

7/26/73
WFY

7. QUITCLAIM OF OIL AND GAS LEASE PRC 4213.1, SHERMAN ISLAND AREA, SACRAMENTO AND CONTRA COSTA COUNTIES; SIGNAL OIL AND GAS COMPANY - W 9652, PRC 4213.1.

After consideration of Calendar Item 5 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION AUTHORIZES THE ACCEPTANCE OF A QUITCLAIM TO TERMINATE OIL AND GAS LEASE PRC 4213.1, EFFECTIVE MAY 16, 1973, IN ACCORDANCE WITH SECTION 5 OF THE LEASE, AS REQUESTED BY THE LESSEE, SIGNAL OIL AND GAS COMPANY.

Attachment:

Calendar Item 5 (1 page)

CALENDAR ITEM

5.

7/73
WFY
W 9652

QUITCLAIM OF OIL AND GAS LEASE PRC 4213.1

LESSEE: Signal Oil and Gas Company.

LOCATION: Sherman Island area, Sacramento and Contra Costa Counties.

ACREAGE: 926 acres.

REASON FOR QUITCLAIM:

Signal Oil and Gas Company failed to commence drilling operations within the three-year primary drilling term.

PREREQUISITE ITEMS: a. Quitclaim submitted by Lessee.

b. Compliance with terms and conditions of the lease through April 27, 1972.

OTHER PERTINENT INFORMATION:

Section 6829.1 of the Public Resources Code provides a maximum three-year primary drilling term for oil and gas leases issued by the State Lands Commission. Inasmuch as Signal failed to drill during this primary drilling term, the lease was terminated on April 27, 1972.

STATUTORY AND OTHER REFERENCES:

Section 5 of the lease.

Public Resources Code Section 6804.1.

EXHIBIT: A. Location Map.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE ACCEPTANCE OF A QUITCLAIM TO TERMINATE OIL AND GAS LEASE PRC 4213.1, EFFECTIVE MAY 16, 1973, IN ACCORDANCE WITH SECTION 5 OF THE LEASE, AS REQUESTED BY THE LESSEE, SIGNAL OIL AND GAS COMPANY.