AMENDMENT OF STATE OIL AND GAS LEASES PRC 4/0.1 PRC 401.1, PRC 429.1 and PRC 1466.1 STATE RIGHT-OF-WAY LEASE 1961.1 and STATE GENERAL LEASE PRC 5968.1

1413

In consideration of the covenants, conditions and agreements contained herein, the parties hereto agree to amend State Oil and Gas Leases PRC 410.1, PRC 429.1 AND PRC 1466.1, State Right-of-Way Lease PRC 1961.1 and State General Lease PRC 5968.1 as follows:

- 1. Bush Oil Company and Tenneco Oil Company through successive assignments are the present lessees of PRC 410.1, PRC 429.1, PRC 1466.1 and PRC 1961.1.
- 2. Bush Oil Company by a prior assignment is the Lessee of PRC 1961.1 and is the original lessee of PRC 5968.1. By assignments taking place simultaneously with these amendments Tenneco Oil Company will become an interest holder in these leases.
- PRC 410.1, PRC 429.1, PRC 1466.1 and PRC 5968.1 require the Lessee to post a bond or other security.
- 4. As originally written and executed PRC 1961.1 did not require the Lessee to post a bond. On July 22, 1981 the State approved the assignment of PRC 1961.1 to Bush conditioned upon the provision of a bond. A bond in the amount of \$2,000,000 was obtained to satisfy the bonding requirements of PRC 1961.1 and PRC 1466.1.
- on September 23, 1987 the State approved the amendment of PRC 410.1, PRC 429.1 and PRC 1466.1 and the acceptance of a letter of credit in the amount of \$4,000,000 to safeguard the provisions of the leases including lease abandonment costs. The letter of credit did not reference PRC 1961.1 and PRC 5968.1.
- 6. The State hereby agrees to amend the bonding provisions of the above referenced leases in so far as it agrees to accept a single bond, letter of credit or other security device in satisfaction of the bonding requirements of all the leases. All of the other terms of the bonding provisions as amended shall remain the same.
- 7. Bush Oil Company hereby agrees to amend Letter of Credit No. I-18181 dated October 1, 1987 and obtained from Wells Fargo Bank for the benefit of the State to include leases PRC 1961.1 and PRC 5968.1.

- 8. In addition to the assignment provisions of PRC 429.1, PRC 1466.1, PRC 1961.1, and PRC 5968.1 the Lessees hereby agree not to assign, transfer, mortgage, pledge or hypothecate PRC 429.1 without simultaneously assigning, transferring, mortgaging, pledging or hypothecating PRC 5968.1 to the same person or entity. The Lessees further agree not to assign, transfer, mortgage, pledge or hypothecate PRC 1466.1 without simultaneously assigning, transferring, mortgaging, pledging or hypothecating PRC 1961.1 to the same person or entity. The intent of this paragraph is that the Lessee of PRC 429.1 and PRC 5968.1 shall be the same party at all times and the Lessee of PRC 1466.1 and PRC 1961.1 shall be identical at all times.
- 9. By execution of this document, Berry Petroleum Company gives its consent to the amendment of the bonding and assignment provisions of PRC 410.1, PRC 429.1, PRC 1466.1, PRC 1961.1 and PRC 5968.1.
- 10. All other terms and conditions of the leases shall remain unchanged and in full force and effect.
- 11. The effective date of these amendments is November 1, 1987.
- 12. This Agreement will become binding on the State only when duly executed on behalf of the State Lands Commission of the State of California.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as of the date hereafter affixed.

LESSEE:*

BUSH OIL COMPANY

LESSOR:

STATE OF CALIFORNIA STATE LANDS COMMISSION

Title President

P.O. Box 1538

Taft, California 93268

(Address)

Title Executive OFFICER

Execution of this document was authorized by the State Lands Commission on

NOVEMBER 19, 1987

Seal

- 8. In addition to the assignment provisions of PRC 429.1, PRC 1466.1, PRC 1961.1, and PRC 5968.1 the Lessees hereby agree not to assign, transfer, mortgage, pledge or hypothecate PRC 429.1 without simultaneously assigning, transferring, mortgaging, pledging or hypothecating PRC 5968.1 to the same person or entity. The Lessees further agree not to assign, transfer, mortgage, pledge or hypothecate PRC 1466.1 without simultaneously assigning, transferring, mortgaging, pledging or hypotehcating PRC 1961.1 to the same person or entity. The intent of this paragraph is that the Lessee of PRC 429.1 and PRC 5968.1 shall be the same party at all times and the Lessee of PRC 1466.1 and PRC 1961.1 shall be identical at all times.
- 9. By execution of this document, Berry Petroleum Company gives its consent to the amendment of the bonding and assignment provisions of PRC 410.1, PRC 429.1, PRC 1466.1, PRC 1961.1 and PRC 5968.1.
- 10. All other terms and conditions of the leases shall remain unchanged and in full force and effect.
- 11. The effective date of these amendments is November 1, 1987.
- 12. This Agreement will become binding on the State only when duly executed on behalf of the State Lands Commission of the State of California.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as of the date hereafter affixed.

LESSE	E:*
-------	-----

LESSOR:

BUSH OIL COMPANY

STATE OF CALIFORNIA STATE LANDS COMMISSION

By Saway to Bryans

By

DRPORATE ACKNOWLEDGMENT

NO. 202

PERPER				geegee:
State of	CALIFORNIA	.)	On this the 9th day of November 1987, b	efore me
County of	KERN	SS.	DORIS YATES	
		,	the undersigned Notary Public, personally appeared	
			HARVEY L. BRYANT	
			$\hat{\mathbf{X}}^{\!\scriptscriptstyle{\perp}}$ personally known to me	
			proved to me on the basis of satisfactory evidence	
	OFFICIAL SEAL	5	to be the person(s) who executed the within instrument as	•



PRESIDENT or on behalf of the corporation therein named, and acknowledged to me that the corporation executed it.

WITNESS my hand and official seal.

Notary's Signature

TENNECO OIL COMPANY

BERRY PETROLEUM COMPANY

President

By R.S. My hetridge

Title Attorney-in-Fact

P. O. Box 9909

Title Preside

Bakersfield, CA 93389

Taft, California 93268
(Address)

(Address)

Seal

Seal

*In executing this document, the following is required:

- 1. Affixation of Corporate Seal.
- A certain copy of the resolution or other document authorizing execution of this Agreement on behalf of the corporation.
- 3. Acknowledgment of signature.

STATE OF CALIFORNIA COUNTY OF KERN On November 11, 1987, before me, the undersigned, a Notary UM COMPANY Public in and for said State, personally appeared R. E. McPHETRIDGE, personally known to me (or proved to me on the basis of satisfactory evidence) to be the person who executed the within instrument as Attorney-in-Fact on behalf of Tenneco Oil Company, the corporation within named, and acknowledged to me that he subscribed the name of said corporation thereore as principal and his own name as said corporation thereto as principal and his own name as Attorney-in-Fact, and acknowledged to me that such corporation executed the same pursuant to its bylaws or a resolution of its board ent of directors. IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal at my office in said County and State the day and year in this certificate first above written. rnia 93268 ress) Maryann Lisman Notary Public Kern County, California My Comm. Exp. Feb. 16, 1991 Seal Seal RPORATE ACKNOWLEDGMENT CALIFORNIA November 19 87, before me. State of __ On this the 9th day of __ KERN DORIS YATES County of _ the undersigned Notary Public, personally appeared HARVEY L. BRYANT

😨 personally known to me

Notary's Signature

PRESIDENT

WITNESS my hand and official seal.

OFFICIAL SEAL

ry Public-California KERN COUNTY

y Comm. Exp. Mar. 15, 1988

proved to me on the basis of satisfactory evidence to be the person(s) who executed the within instrument as

named, and acknowledged to me that the corporation executed it.

or on behalf of the corporation therein

lates