

1 STATE LANDS COMMISSION  
2 State of California

3 Oil and Gas Lease Issued in Exchange For  
4 Oil and Gas Lease Extension and Renewal P.R.C. 410.1

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6 This Lease made and entered into the 17th day of April,  
7 1959, pursuant to Section 6827 of the Public Resources Code, Statutes of  
8 California, by and between the State of California, acting by and through  
9 the State Lands Commission, hereinafter called the State, and Richfield Oil  
10 Corporation, a Delaware corporation, hereinafter called the lessee.

11 WITNESSETH THAT:

12 1. WHEREAS the State and Pan American Petroleum Company, a California  
13 corporation, on the 17th day of April 1929, made and entered into Oil and Gas  
14 Lease No. 52 issued pursuant and subject to the terms and provisions of  
15 Chapter 303, Statutes of California of 1921, and

16 2. WHEREAS on the 5th day of March 1932, by court order, William C.  
17 McDuffie was appointed receiver of Pan American Petroleum Company, a  
18 California corporation, and

19 3. WHEREAS on the 23rd day of December 1936, by court order, Richfield  
20 Oil Corporation, a Delaware corporation, was named successor in interest to  
21 Pan American Petroleum Company, a California corporation, William C.  
22 McDuffie, receiver, and

23 4. WHEREAS on the 6th day of August 1937, the assignment by Pan  
24 American Petroleum Company, William C. McDuffie, receiver, to Richfield Oil  
25 Corporation was approved by the Surveyor General, and

26 5. WHEREAS Oil and Gas Lease No. 52 on the 17th day of April 1949,  
27 pursuant to Division 6 of the Public Resources Code and the provisions of  
28 Chapter 303, Statutes of California of 1921, was extended and renewed as Oil  
29 and Gas Lease Extension and Renewal P.R.C. 410 for a period of ten (10) years  
30 under Division 6, Part 2, Chapter 3, of the Public Resources Code, Statutes  
31 of California, and

1           6. WHEREAS the lessee has heretofore on the 4th day of September 1958  
2 made application for an extension of said State Oil and Gas Lease Extension  
3 and Renewal P.R.C. 410, and

4           7. WHEREAS the State on the 14th day of October 1958 duly authorized  
5 the issuance of a new lease as provided herein.

6           NOW, THEREFORE, it is hereby mutually agreed as follows:

7           1. The signing of this Lease by the parties hereto constitutes an oil  
8 and gas lease between said parties, in exchange for said State Oil and Gas  
9 Lease Extension and Renewal P.R.C. 410 at the same royalty and upon the same  
10 terms and conditions as said State Oil and Gas Lease Extension and Renewal  
11 P.R.C. 410, which is hereby incorporated by reference herein and is to be  
12 deemed a part hereof, except that the language appearing on page 3 of State  
13 Oil and Gas Lease Extension and Renewal P.R.C. 410, reading as follows:

14           "The term of this extension and renewal of lease shall con-  
15 tinue for a period of ten (10) years from and after the date  
16 hereof and provided such term may be thereafter extended upon  
17 such terms and conditions and for such period of time as and  
18 if the Legislature may provide"

19 is hereby stricken and deleted from said lease, and in lieu thereof, the  
20 following language is substituted:

21           "The term of said lease shall be for a term of five (5)  
22 years from and after the date of this Lease and for so long  
23 thereafter as oil and gas is produced in paying quantities, or  
24 lessee shall be conducting producing, drilling, deepening,  
25 repairing, redrilling or other necessary lease or well  
26 maintenance operations on the leased land."

27           2. Nothing herein contained shall operate to discharge or release  
28 lessee, its legal representatives or assigns, from the liabilities, here-  
29 tofore or hereafter arising, to fulfill, keep, and promptly perform the  
30 terms and conditions contained in said State Oil and Gas Lease Extension  
31 and Renewal P.R.C. 410.

1 IN WITNESS WHEREOF, the parties hereto have executed this Lease the  
2 date and year first above written.

3 STATE LANDS COMMISSION OF THE STATE OF  
4 CALIFORNIA

5 By *J. Hartig*  
6 Executive Officer

7 LESSEE:

8 RICHFIELD OIL CORPORATION

9 *J. M. Eastman*  
10 Assistant Manager of Land & Lease Dept.  
11 *[Signature]*  
12 ASSISTANT SECRETARY

13 *[Handwritten mark]*  
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