

may require the operator to wash the well with light refined oil, such as kerosene distillate, or high gravity crude.

6. (Adoption and Addition of Section "d" of Rule 510 - Regulation C - Accounting for Royalty) Upon motion duly made and unanimously carried, the following amendment to be known as Section "d" of Rule 510 was authorized:

(d) Whenever the State shall invoke Rule 503 (Drilling Fluid Requirements), the operator shall be allowed a credit of twenty-five percent of the volume of any foreign circulating oil used in the drilling of the first well. This credit shall only be deducted from the total number of barrels produced from the well during the immediate thirty-day period following the well's completion.

7. (Adoption and Addition of Section "e" of Rule 510 - Regulation C - Accounting for Royalty) Upon motion duly made and unanimously carried, a resolution was adopted authorizing the following amendment to be known as Section "e" of Rule 510:

(e) Whenever the State shall invoke Rule 504 (Washing Perforations of Producing Wells) and require the operator to use foreign oil to wash perforations of a producing well, the operator shall be allowed credit of fifty percent of the volume of the oil used in such washing as a deduction from the total number of barrels produced from the well during the period of thirty days immediately succeeding such operations. The value of said oil shall be the market price currently being paid for the quality and gravity of the oil so produced from said well.

8. (Pure Oil Company - Lease No. P.R.C. 115) Upon motion duly made and unanimously carried, a resolution was adopted confirming the acceptance by the Executive Officer of the quitclaim tendered by the Pure Oil Company for the Imperial County land described under Lease No. P.R.C. 115. The Executive Officer was further authorized to record said quitclaim with the Recorder of Imperial County in order to remove any record of encumbrance.

9. (State Oil and Gas Leases Nos. P.R.C. 91, 144 and 145) Upon motion duly made and unanimously carried, the Executive Officer was authorized and empowered to grant the State's consent to assignments previously