

SUBJECT TO THE RESERVATION TO THE STATE OF THE RIGHT TO DEVELOP AND PRODUCE OIL AND GAS IN SAID LOTS 9, 10, 11 AND 12 FROM THE SURFACE OF THE W $\frac{1}{2}$ OF THE W $\frac{1}{2}$ OF LOT 12 AND THE E $\frac{1}{2}$ OF THE E $\frac{1}{2}$ OF LOT 9, SECTION 16, T. 4 N., R. 20 W., S.B.B. & M.

10. (EXTENSION OF OIL AND GAS LEASE 48 (303-1921), GENERAL PETROLEUM CORPORATION, RINCON OIL FIELD, VENTURA COUNTY - W.O. 660, P.R.C. 427) The Commission was informed that an application has been received from the General Petroleum Corporation of California, a Delaware Corporation, for renewal and extension of Oil and Gas Lease No. 48 (303-1921), Rincon Oil Field. This lease was issued May 19, 1930, to the General Petroleum Corporation for an initial period of twenty years and provides for extensions of additional periods of ten years under such reasonable terms and conditions as the State may determine and the law may provide at the time of renewal. It is proposed that the renewal and extension be issued in the form attached which is identical as to all terms and conditions with the form of renewal and extension approved heretofore by the Commission (Minute Pg. 1065, Item 13) with the exception that in this case the amount of required performance bond is specified at \$120,000.00. The extension of the lease has been reviewed as to form by the office of the Attorney General.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO EXECUTE AND ISSUE TO THE GENERAL PETROLEUM CORPORATION, A TEN YEAR RENEWAL AND EXTENSION EFFECTIVE MAY 19, 1950, FOR STATE OIL AND GAS LEASE 48 IN THE FORM PROPOSED HERETOFORE APPROVED, AND REQUIRING THE FILING OF A \$120,000 PERFORMANCE BOND, SUBJECT TO NOTICE TO THE DEPARTMENT OF INTERIOR, AND THE PROVISIONS IF ANY, OF THE STIPULATION ENTERED INTO BETWEEN THE ATTORNEY GENERAL OF THE UNITED STATES AND THE ATTORNEY GENERAL OF CALIFORNIA, DATED JULY 26, 1947, AS EXTENDED IN 1948 AND 1949.

11. (REQUEST FOR APPROVAL OF CRUDE OIL SALES CONTRACT, HONOLULU OIL CORPORATION, LEASE P.R.C. 422, W.O. 583) The Commission was informed that Section 15 of Oil and Gas Lease Extension and Renewal P.R.C. 422, Elwood Oil Field, Honolulu Oil Corporation, provides in part that "the lessee shall not sell or otherwise dispose of the products produced hereunder except in accordance with such sales contract or other methods first approved in writing by the State."

A request has been received from the Honolulu Oil Corporation and the Standard Oil Company of California, as seller and buyer under a crude oil sales contract, dated November 15, 1949, for approval of said contract as to all oil produced under Oil and Gas Lease P.R.C. 422.

The general terms and conditions of said contract are those which have applied to all crude oil sales by the Honolulu Oil Corporation, at Elwood, since the issuance on October 23, 1929, of the original lease preceding Lease P.R.C. 422, with the exception that the new contract is subject to cancellation by either party upon written notice of one day.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO APPROVE THE CRUDE OIL SALES CONTRACT OF NOVEMBER 15, 1949, BETWEEN THE HONOLULU OIL CORPORATION AND THE STANDARD OIL COMPANY OF CALIFORNIA, AS THE BASIS FOR SALE AND DELIVERY BY THE HONOLULU OIL CORPORATION OF ALL OIL PRODUCED UNDER OIL AND GAS LEASE EXTENSION AND RENEWAL P.R.C. 422, DATED OCTOBER 23, 1949.