

18. (APPLICATION FOR PROSPECTING PERMIT, L. B. SPAULDING AND L. B. SPAULDING, JR., SAN DIEGO COUNTY - W.O. 1044, P.R.S. 1231.) An application has been received from Mr. L. B. Spaulding and Mr. L. B. Spaulding, Jr., of Ramona, California, for permission to prospect for minerals on the NW $\frac{1}{4}$ of the SW $\frac{1}{4}$ and the NW $\frac{1}{4}$ of Section 16, T. 16 S., R. 6 E., S.B.M., containing approximately 240 acres in San Diego County. Field reconnaissance by the staff and review of the records of the Division of Mines has shown that the subject area cannot be classified at this time as known to contain commercially valuable deposits of minerals. The statutory filing fee of \$5 has been paid, and the permit fee of \$240 has been deposited by the applicants.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO EXECUTE AND ISSUE A TWO-YEAR PROSPECTING PERMIT TO MR. L. B. SPAULDING AND MR. L. B. SPAULDING, JR., FOR 240 ACRES OF VACANT STATE SCHOOL LAND IN THE NW $\frac{1}{4}$ AND THE NW $\frac{1}{4}$ OF THE SW $\frac{1}{4}$ OF SECTION 16, T. 16 S., R. 6 E., S.B.M., SAN DIEGO COUNTY, PURSUANT TO THE PUBLIC RESOURCES CODE, WITH ROYALTY PAYABLE UNDER ANY PREFERENTIAL LEASE ISSUED UPON DISCOVERY OF COMMERCIALY VALUABLE MINERAL DEPOSITS TO BE IN ACCORDANCE WITH THE FOLLOWING SCHEDULE:

1. FOR GOLD, SILVER, OTHER PRECIOUS MINERALS, AND RADIOACTIVE MINERALS:

$$R = 2.00 + 0.01 (C-20.00)^2$$

2. FOR NONPRECIOUS METALLIC MINERALS:

$$R = 1.50 + 0.20 (C-20.00)$$

3. FOR NONMETALLIC MINERALS:

$$R = 1.00 + 0.20 (C-20.00)$$

WHERE R = ROYALTY IN DOLLARS AND CENTS PER TON

C = WEIGHTED AVERAGE GROSS SALES PRICE PER TON DETERMINED AT THE END OF THE FIRST YEAR OF THE LEASE AND EVERY FOUR YEARS THEREAFTER.

THE MAXIMUM ROYALTY SHALL NOT EXCEED 50 PER CENT OF THE AVERAGE GROSS SALES PRICE OF THE ORE FOR GOLD, SILVER, OTHER PRECIOUS MINERALS AND RADIOACTIVE MINERALS. THE MAXIMUM ROYALTY SHALL NOT EXCEED 25 PER CENT OF THE AVERAGE GROSS SALES PRICE OF THE ORE FOR ALL OTHER NONPRECIOUS METALLIC AND NON-METALLIC MINERALS.

19. (AGREEMENT FOR EASEMENT NO. 415, RIO VISTA, ALLOTMENT REVISION 55, STANDARD OIL COMPANY OF CALIFORNIA.) The Standard Oil Company of California, lessee under Agreement for Easement 415, has submitted the data relative to the proposed 55th Revision of the estimated productive limits of the pools within the limits of the Rio Vista Gas Field. The proposed revision is based upon the results of the completion of Well "Broad Ford Community No. 6", the surrender of a lease upon a formerly productive area, and the inclusion of a new minor parcel within the productive limits of the East Midland Pool. These revisions have been reviewed by the staff and found to be a reasonable interpretation of the location of the productive limits of the affected pools. The