

MINUTE ITEM

8. REQUEST FOR PARTIAL ASSIGNMENT, LEASE P.R.C. 3177.1, ORANGE COUNTY; SIGNAL OIL AND GAS COMPANY, TO EDWIN W. PAULEY, AN INDIVIDUAL, AND PAULEY PETROLEUM INC. - W.O. 5378.

After consideration of Calendar Item 12 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO APPROVE THE ASSIGNMENT BY SIGNAL OIL AND GAS COMPANY OF UNDIVIDED INTERESTS IN STATE OIL AND GAS LEASE P.R.C. 3177.1 TO EACH OF THE FOLLOWING: PAULEY PETROLEUM INC., A CORPORATION, AND EDWIN W. PAULEY, AN INDIVIDUAL. THE ASSIGNEES ARE TO BE BOUND BY THE TERMS OF THE LEASE TO THE SAME EXTENT AS THE ORIGINAL LESSEE.

Attachment

Calendar Item 12 (1 page)

CALENDAR ITEM

12.

REQUEST FOR PARTIAL ASSIGNMENT, LEASE P.R.C. 3177.1, ORANGE COUNTY; SIGNAL OIL AND GAS COMPANY, TO EDWIN W. PAULEY, AN INDIVIDUAL, AND PAULEY PETROLEUM INC. - W.O. 5378.

On August 18, 1964, Oil and Gas Lease P.R.C. 3177.1 was issued to Signal Oil and Gas Company, a Delaware corporation, pursuant to competitive public bidding in accordance with Division 6 of the Public Resources Code. An application has been received from Signal Oil and Gas Company for approval of the assignment of an undivided interest in Lease P.R.C. 3177.1 to each of the following: Pauley Petroleum Inc., a corporation, and Edwin W. Pauley, an individual.

The lease provides for the assignment of interest in the lease, with the approval of the State, to corporations or individuals possessing the qualifications required by the Public Resources Code. Edwin W. Pauley and Pauley Petroleum Inc., have submitted evidence showing that they possess the qualifications necessary to satisfy the Code requirements. The bond requirements of the lease have been fulfilled by the assignees. The form of assignment has been executed by Signal Oil and Gas Company, Pauley Petroleum Inc., and Edwin W. Pauley. Statutory filing fees have been paid by the applicants.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO APPROVE THE ASSIGNMENT BY SIGNAL OIL AND GAS COMPANY OF UNDIVIDED INTERESTS IN STATE OIL AND GAS LEASE P.R.C. 3177.1 TO EACH OF THE FOLLOWING: PAULEY PETROLEUM INC., A CORPORATION, AND EDWIN W. PAULEY, AN INDIVIDUAL. THE ASSIGNEES ARE TO BE BOUND BY THE TERMS OF THE LEASE TO THE SAME EXTENT AS THE ORIGINAL LESSEE.