EXHIBIT B-1

PRC 2991.1

, 2008.

RECORDED AT THE REQUEST OF AND WHEN RECORDED MAIL TO: STATE OF CALIFORNIA State Lands Commission 100 Howe Avenue, Suite 100-South Sacramento, CA 95825-8202 Attn: Title Unit

STATE OF CALIFORNIA **OFFICIAL BUSINESS**

Document entitled to free recordation pursuant to Government Code Section 27383

No Tax Due

SPACE ABOVE THIS LINE FOR RECORDER'S USE

LEASE QUITCLAIM DEED FOR STATE OIL AND GAS LEASE

State Oil and Gas Lease No. PRC 2991.1 (Lease), covering certain State lands located in Santa Barbara County, State of California, was issued by the State of California, acting through the California State Lands Commission (State), on February 28th, 1963.

CHEVRON U.S.A. INC (Lessee) is the present holder of the Lease.

Pursuant to the terms of the Lease and Section 6804.1 of the Public Resources Code, the Lessee may at any time make and file with the State a written quitclaim or relinquishment of all rights under the Lease or of any portion of the Lease comprising a 10-acre parcel or multiple thereof in compact form, or of any separate or distinct zone or geological horizon thereof underlying such 10-acre parcel or multiple thereof.

Acting in accordance with such terms, the Lessee does hereby release, remise and forever quitclaim unto the State of California all of its right, title and interest in and to the State lands or that portion of the State lands held by virtue of the Lease, which lands are or portion is described in the attached Exhibit A.

IN WITNESS WHEREOF, this Quitclaim Deed is executed this 10th day of April

CHEVRON U.S.A. INC LESSEE:

(Signature Gary L. Richardson

(Name of Officer) Assistant Secretary (Title)

By: