

5. (Advertising for Bid for Oil Lease - Capitan Field Area, Santa Barbara County) Upon being advised by the Commission's Consulting Geologist, Dr. E. K. Soper, that the tideland area offshore from the Capitan Field was probably being drained by means of the well located on Lease No. 169 and/or upland wells of other private operators, the Commission, upon motion duly made and unanimously carried, authorized the advertising for lease of an offshore area lying offshore from the Capitan Upland Oil Field, and extending along the ordinary high water mark of the Pacific Ocean for a considerable distance both east and west of the existing Capitan Upland Field and extending out three miles seaward from the mean high tide line. The size of the parcel is to be determined by the Commission's Consulting Geologist, Dr. E. K. Soper.

The advertising is to stipulate that no portion of any derrick or surface drilling installation shall be located closer than 300 feet from the mean high tide line and all permanent installations such as storage tanks, etc. shall be located on the landward side of the State highway. All permanent producing facilities such as pumping units, etc. shall be counter-sunk below the surface of the ground, and all derricks must be removed upon completion and/or abandonment of any wells drilled into the leased premises.

6. (Fourth Partial Assignment of State Oil and Gas Lease No. P.R.C. 91) Upon motion duly made and unanimously carried, the Commission confirmed the approval heretofore given by the Executive Officer for the drilling of the fourth six wells under the Fourth Partial Assignment of State Oil and Gas Lease No. P.R.C. 91.

Under this assignment, the Huntington State Company receives from H. R. Hamilton, Mildred L. Hamilton, F. E. Fairfield, Ruth Fairfield, The Oil Tool Corporation, the Fullerton Oil Company, Kenneth D. Dawson, Louise A. Dawson, W. T. Sexton and Marguerite L. Sexton, as Lessees under Lease No. P.R.C. 91, all rights and privileges to prospect for, drill for, and remove oil and gas from not more than six additional wells to be drilled in accordance with the provisions of Lease No. P.R.C. 91.

This approval is further contingent upon agreement by the lessees and assignees or any successors in interest, to continue to assume all liability and responsibility for compliance with all the terms, provisions and conditions of said Lease No. P.R.C. 91, and exhibits thereof.