MINUTE ITEM

6. DEFERMENT OF DRILLING REQUIREMENTS, STATE OIL AND GAS LEASE PRC 3177.1, HUNTINGTON BEACH OFFSHORE AREA, ORANGE COUNTY; SIGNAL OIL AND GAS COMPANY - W 9325.

After consideration of Calendar Item 6 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION AUTHORIZES THE GRANTING TO SIGNAL OIL AND GAS COMPANY OF A DEFERMENT OF DRILLING REQUIREMENTS UNDER OIL AND GAS LEASE PRC 3177.1 THROUGH FEBRUARY 17, 1972; ALL OTHER TERMS AND CONDITIONS OF THE LEASE TO REMAIN IN FULL FORCE AND EFFECT.

Attachment: Calendar Item 6 (1 page) 6.

DEFERMENT OF DRILLING REQUIREMENTS

PRC:

3177.1.

LESSEE:

Signal Oil and Gas Company.

COUNTY:

Orange.

AREA:

Huntington Beach offshore.

ISSUED:

August 18, 1964.

WORK COMPLETED ON LEASE:

Two wells drilled and abandoned.

PREVIOUS DEFERMENTS:

From August 18, 1967, through February 17, 1971.

THIS DEFERMENT: From February 18, 1971, through February 17, 1972.

REASON FOR REQUEST:

The operator has postponed proposed drilling operations pending further determination of State policy concerning offshore drilling.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE GRANTING TO SIGNAL OIL AND GAS COMPANY OF A DEFERMENT OF DRILLING REQUIREMENTS UNDER OIL AND GAS LEASE PRC 3177.1 THROUGH FEBRUARY 17, 1972; ALL OTHER TERMS AND CONDITIONS OF THE LEASE TO REMAIN IN FULL FORCE AND EFFECT.