

MINUTE ITEM

4/27/72
AHJ

15. APPROVAL OF ASSIGNMENT FROM UNION OIL COMPANY OF CALIFORNIA TO MAGMA POWER COMPANY AND THERMAL POWER COMPANY OF UNDIVIDED INTEREST IN GEOTHERMAL RESOURCES LEASES PRC 4596.2 AND 4597.2, LAKE AND SONOMA COUNTIES - W 9516.

After consideration of Calendar Item 14 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION AUTHORIZES THE APPROVAL OF THE ASSIGNMENT FROM UNION OIL COMPANY OF CALIFORNIA TO MAGMA POWER COMPANY, A NEVADA CORPORATION, OF AN UNDIVIDED TWENTY-FIVE PERCENT INTEREST; AND TO THERMAL POWER COMPANY, A CALIFORNIA CORPORATION, OF AN UNDIVIDED TWENTY-FIVE PERCENT INTEREST IN GEOTHERMAL RESOURCES LEASES PRC 4596.2 AND PRC 4597.2, WITH THE ASSIGNEES TO BE BOUND BY THE TERMS AND CONDITIONS OF SAID LEASES TO THE SAME EXTENT AS THE ORIGINAL LESSEE.

Attachment:

Calendar Item 14 (1 page)

CALENDAR ITEM

4/72
AHJ
W 9516

14.

ASSIGNMENT OF UNDIVIDED INTEREST IN GEOTHERMAL RESOURCES
LEASES PRC 4596.2 AND 4597.2, LAKE AND SONOMA COUNTIES

ASSIGNOR: Union Oil Company of California.

ASSIGNEES: Magma Power Company, and Thermal Power Company.

LOCATION: The Geysers area, Lake and Sonoma Counties (see Exhibit "A").

ACREAGE: PRC 4596.2 (2543.43 acres); PRC 4597.2 (1444.87 acres).

TYPE OF LAND: Patented school land, reserved mineral interest.

PREREQUISITE ITEMS:

- Assignments executed by Assignor and Assignees.
- Assignees qualified to hold State leases.
- Bonds submitted by Assignees.
- Statutory filing fees paid.

OTHER PERTINENT INFORMATION:

Geothermal Resources Leases PRC 4596.2 and 4597.2 were issued on May 27, 1971, to Union Oil Company of California, for the primary term of twenty years. Thirteen steam-producing wells have been drilled on Lease PRC 4596.2 and six on PRC 4597.2. Two wells are currently being drilled on PRC 4596.2, and electric generating capacity of 110 megawatts under construction is scheduled for completion in late 1972.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE APPROVAL OF THE ASSIGNMENT FROM UNION OIL COMPANY OF CALIFORNIA TO MAGMA POWER COMPANY, A NEVADA CORPORATION, OF AN UNDIVIDED TWENTY-FIVE PERCENT INTEREST; AND TO THERMAL POWER COMPANY, A CALIFORNIA CORPORATION, OF AN UNDIVIDED TWENTY-FIVE PERCENT INTEREST IN GEOTHERMAL RESOURCES LEASES PRC 4596.2 AND PRC 4597.2, WITH THE ASSIGNEES TO BE BOUND BY THE TERMS AND CONDITIONS OF SAID LEASES TO THE SAME EXTENT AS THE ORIGINAL LESSEE.