

MINUTE ITEM

9/27/73  
JWY

14. APPROVAL OF NEW WELL "STATE 392" J-174, EXCHANGE OIL AND GAS LEASE E 392.1, HUNTINGTON BEACH OFFSHORE, ORANGE COUNTY; SIGNAL OIL AND GAS COMPANY - E 392.1.

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

THE COMMISSION AUTHORIZES THE APPROVAL OF DRILLING AND COMPLETING WELL "STATE 392" J-174, IN ACCORDANCE WITH THE TERMS AND CONDITIONS OF EXCHANGE OIL AND GAS LEASE E 392.1, RESPECTIVELY, SIGNAL OIL AND GAS COMPANY, LESSEE, AND THE RULES AND REGULATIONS OF THE COMMISSION.

Attachment:

Calendar Item 12 (1 page)

CALENDAR ITEM

9/73

JWY

12.

E 392.1

APPROVAL OF NEW WELL "STATE 392" J-174  
EXCHANGE OIL AND GAS LEASE E 392.1  
HUNTINGTON BEACH OFFSHORE, ORANGE COUNTY;  
SIGNAL OIL AND GAS COMPANY

LEASE: E 392.1.  
LESSEE: Signal Oil and Gas Company.  
COUNTY: Orange.  
AREA: Huntington Beach Field.

PERTINENT INFORMATION:

Signal has initiated a full-scale waterflood operation. Production performance clearly indicates that the program has been successful, resulting in an economic advantage to the State. In order to maintain a coordinated and uninterrupted secondary recovery development program, Signal has submitted an application to drill "State 392" J-174 as a producing well. The proposed well is part of the plan for secondary recovery operations approved by the Commission on November 6, 1963 (Minute Item 21, page 9362).

The proposed completion interval in this well will provide the best development spacing for optimum flood response. The surface location of this well is on the uplands.

The proposed drilling and completion programs have been reviewed by the Division and determined to be in accordance with good engineering practices and the rules and regulations of the Commission. The Division of Oil and Gas has approved the drilling of this well. The proposed well is part of the plan of development exempted from permit requirements by the South Coast Regional Commission.

EXHIBIT: A. Location Map.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE APPROVAL OF DRILLING AND COMPLETING WELL "STATE 392" J-174, IN ACCORDANCE WITH THE TERMS AND CONDITIONS OF EXCHANGE OIL AND GAS LEASE E 392.1, RESPECTIVELY, SIGNAL OIL AND GAS COMPANY, LESSEE, AND THE RULES AND REGULATIONS OF THE COMMISSION.