

MINUTE ITEM

This Calendar Item No. C17
was approved as Minute Item
No. 17 by the State Lands
Commission by a vote of 3
0 at its 6-26-80
meeting.

CALENDAR ITEM

C17.

6/80
WP 11
Smith

REQUEST FOR APPROVAL OF LEASE ASSIGNMENT

LEASE: Mineral Extraction Lease PRG 11.2.

ASSIGNOR: Cyprus Mines Corporation, a New York Corp.

ASSIGNEE: Cyprus Mines Corporation, a Delaware Corp.

AREA, TYPE LAND AND LOCATION: SE $\frac{1}{2}$ NE $\frac{1}{2}$ Sec. 36, T.18S. R.39E., MDB&M., Inyo County, some 40 acres of school land.

LAND USE: Mineral Extraction Lease; production of talc.

TERM OF LEASE: Lease renewed on February 25, 1972 to February 24, 1982 with 10-year renewal option.

CONSIDERATION: Assignment fee of \$300 plus \$25 Filing Fee.

PREREQUISITES: 1. Lease performance and payments are current.

2. Assignee has submitted the following:

a. Assignment documents, executed by Cyprus Mines Corporation, a Delaware Corporation as assignee, and Cyprus Mines Corporation, a New York Corporation, as assignor.

b. Statutory filing fee and expense deposit have been submitted.

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- c. A certified statement of the name of the corporate officer authorized to execute contracts.
- d. Certificate issued by State of California of Good Standing for Foreign Corporation.
- e. Bond endorsement amending name change of principal.
- f. Copy of agreement of Merger by and between Cyprus Mines Corporation, A New York Corp. and Amoco CYM Corporation, a Delaware Corporation (Now Cyprus Mines Corporation, a Delaware Corp.).
- g. Certificate of Incorporation of Amoco CYM Corporation.

OTHER PERTINENT INFORMATION:

- 1. Assignment was brought about by the merger of Cyprus Mines Corporation, a New York Corporation, with Amoco CYM Corporation (now called Cyprus Mines Corporation, a Delaware Corp.) a wholly-owned subsidiary of Standard Oil Company (Indiana).
- 2. PRC 11.2, a talc lease, is producing generally an amount of production equal to the annual minimum royalty of \$4610. Since its inception, the lease has produced approximately \$100,000 in royalties.
- 3. The terms of the assignment provide that the assignor, Cyprus Mines Corporation, a New York Corporation will remain fully liable to the State for all covenants and conditions in the Lease PRC 11.2, the fact of the assignment notwithstanding.

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4. This activity is exempt from CEQA because it does not constitute a project.

Authority: P.R.C. 21065, 14 Cal. Adm. Code 15037 and 15060, and 2 Cal. Adm. Code 2903(d).

EXHIBIT: A. Location Map.

IT IS RECOMMENDED THAT THE COMMISSION:

1. DETERMINE THAT AN EIR HAS NOT BEEN PREPARED FOR THIS ACTIVITY AS SUCH REPORT IS NOT REQUIRED UNDER THE PROVISIONS OF P.R.C. 21065, 14 CAL. ADM. CODE 15037, AND 15060 AND 2 CAL. ADM. CODE 2903(d).
2. APPROVE THE ASSIGNMENT BY CYPRUS MINES CORPORAT ON, A NEW YORK CORPORATION, AS ASSIGNOR, OF MINERAL EXTRACTION LEASE PRC 11.2 TO CYPRUS MINES CORPORATION, A DELAWARE CORPORATION AS ASSIGNEE, SUCH ASSIGNMENT TO BE EFFECTIVE FROM AND AFTER JULY 1, 1980. ALL OTHER TERMS, CONDITIONS, AND REQUIREMENTS OF THE LEASE ARE TO REMAIN UNCHANGED.

EXHIBIT "A"
STATE LANDS COMMISSION
REQUEST FOR APPROVAL OF LEASE
ASSIGNMENT OF PRC 11.2

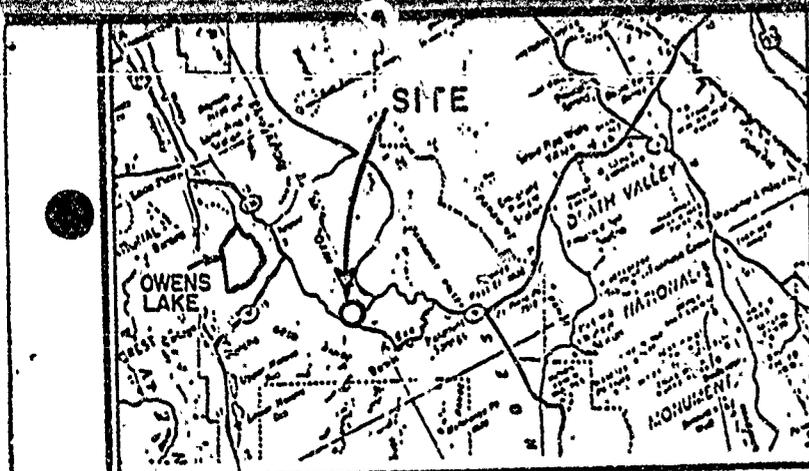
Assignee: Cyprus Mines Corp., a New York Corp.

Assignor: Cyprus Mines Corp., a Delaware Corp.

INYO COUNTY

June 1980

JFS



SCALE 1" = 1 MILE
MINUTE PAGE

KLL 1980

(Box 6/23780)