A meeting of the State Lands Commission was held in the office of the Lieutenant Governor, State Capitol, Sacramento, at 5 p.m., September 28, 1939.

Present were:

Ellis E. Patterson, Member
Harry B. Riley, Member

Absent was:

Phil S. Gibson, Chairman

Because of the absence of Mr. Phil S. Gibson, Chairman, Lieutenant Governor Ellis E. Patterson was elected temporary chairman.

The meeting was called to order by Mr. Patterson.

Upon a showing made by the Executive Officer and Mr. Atherton, Engineer of the Division, that it would be to the State's interest to execute a compensatory agreement whereby the State would be compensated for production of gas from sovereign lands of the State on McDonald Island, San Joaquin County, California, a motion was made by Mr. Riley, seconded by Mr. Patterson, and unanimously carried, that resolution be adopted as follows:

That the Executive Officer be authorized and empowered to enter into a compensatory agreement with the Standard Oil Company of California, whereby the State will be compensated during the life of the gas field at the rate of 12 1/2% of the value of gas produced from McDonald Island Gas Field based upon 8.23% representing the proportionate ownership of the State of California of this gas field.

A report was made by the Executive Officer and Mr. Atherton, Engineer of the Division, upon negotiations which had been conducted for the past seven months with Amerada Petroleum Corporation, a corporation, as the basis for a proposed agreement to compensate the State of California on account of drainage of gas from sovereign lands of the State in the bed of the Sacramento River at Rio Vista.

A motion was made by Mr. Riley, seconded by Mr. Patterson, and unanimously carried, that resolution be adopted as follows:

That negotiations with Amerada Petroleum Corporation, a corporation, be terminated and the Commission publish notice to invite bids for leases or easements to drill the sovereign lands and produce gas therefrom and in the alternative to invite bids for a compensatory agreement whereby the State would be compensated for its proportionate share of the gas now being drained from the field by other operators.

A report was made by the Executive Officer and Mr. Atherton, Engineer of the Division, of production of oil and gas by Standard Oil Company of California from a well recently completed approximately 600 feet in a southerly direction from the State Zoological Park.
otherwise known as the Elk Preserve in Kern County, California. Upon
the representation to the Commission that some drainage from the State
Zoological Park is now taking place, motion was made by Mr. Riley, second-
ed by Mr. Patterson, and unanimously carried, that further study be given
to means whereby the State would be compensated on account of the drainage
or receive a royalty from well or wells drilled from adjacent lands into
the lands of the State Zoological Park.

Mr. Atherton, the Engineer of the Division, presented to the
Commission a program for further development of the oil and gas field in
tidelands and submerged lands easterly of 23d Street at Huntington Beach
through drilling of five wells.

Upon motion of Mr. Riley, seconded by Mr. Patterson, a resolu-
tion was unanimously adopted in words and figures as follows, to wit:

RECITAL:

The State Lands Commission is authorized by the "State Lands Act
of 1938" to enter into agreements for the extraction of oil and gas from
tidelands and submerged lands of the State of California whenever it appears
to the Commission that oil and gas deposits are known or believed to be
contained in such tidelands and submerged lands, and may be, or are being
drained by means of wells upon adjacent lands not owned by the State,

NOW, THEREFORE, BE IT RESOLVED:

That it appears to, and is hereby the determination of, the
State Lands Commission that oil and gas deposits are known to be contained
in the hereinafter described tidelands and submerged lands may be or are
being drained of oil and gas by means of wells upon lands not owned by the
State and adjacent to said hereinafter described tidelands and submerged
lands of the State;

That it is the determination of the Commission that such action
be taken in the manner contemplated and authorized in the "State Lands Act
of 1938" to protect the oil and gas reserves of the State of California
in the hereinafter described tidelands and submerged lands;

That each bidder may propose to enter into an agreement with
the State of California for the extraction of oil, gas, and other hydro-
carbons from any one or more of the hereinbefore described locations;

That each bidder, as a condition precedent to the consideration
of such bidder's bid, in addition to other qualifications contained in the
"State Lands Act of 1938", shall present at the time of the delivery of
such bid or bids to the State Lands Commission evidence satisfactory to the
Commission of the present ability of such bidder to furnish all necessary
sites and rights-of-way northerly of the northerly line of Ocean Avenue
and between the easterly

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boundary of 10th Street and the westerly boundary of 23d Street, in the City of Huntington Beach, State of California, without cost or obligation to the State, for all operations contemplated under the provisions of form of bid, and any bid not accompanied by such evidence will be rejected by the Commission;

That evidence of the present ability of a bidder to furnish all necessary sites and rights-of-way for the operations contemplated under the provisions of form of agreement for easement shall include the following:

(1) The owner or owners of the real property situate northerly of the northerly line of Ocean Avenue and between the easterly line of 10th Street and the westerly line of 23d Street, in the City of Huntington Beach, State of California, shall execute the endorsement on said agreement, acknowledging that the bidder has been granted all necessary sites, rights-of-way and easements and

(2) Bidder shall transmit to the Commission with the bid either (a) an instrument or instruments, or certified copies thereof, vesting in such bidder such sites, rights-of-way, and easements, or (b) certified copies of such instrument or instruments, together with the affidavits of the owners of property situate northerly of the northerly line of Ocean Avenue and between the easterly line of 10th Street and the westerly line of 23d Street in the City of Huntington Beach, State of California, that the original copies of such documents have been placed in escrow to be delivered to the bidder in the event the bid is accepted;

That the findings of the Commission whether a bidder has the present ability to furnish all necessary sites and rights-of-way for all operations contemplated under the agreement for easement for which bids were submitted shall be final and conclusive;

That each bid submitted pursuant to this notice shall be accompanied by a certified or cashier's check of a responsible bank in California payable to the Treasurer of the State of California in the sum of $2500 as a deposit of evidence of good faith, and except in the case of the successful bidder will be returned to the respective bidders. Should the successful bidder fail or refuse to execute the agreement for easement within 15 days of the award thereof by the Commission, deposit shall be forfeited to the State of California; otherwise the amount of said deposit shall be applied upon the annual rental for the first year, and the balance, if any, refunded to the grantee;

That bids received pursuant to this notice will be publicly opened at 10:00 a.m., October 28, 1939, in Room 301, California State Building, Los Angeles, or at such later time and date as the Commission shall determine;

That a form of agreement for easement prepared by the Commission entitled "Agreement for Easement No. ___, Huntington Beach" for each of the locations hereinafter described is hereby adopted by the Commission and shall constitute the form of bid for the respective location;
That the Executive Officer of this Commission be and he is hereby directed to publish notice of intention to offer said tidelands and submerged lands of the State of California for the purpose of extraction of oil and gas therefrom, in words and figures as follows, to wit:

NOTICE OF INTENTION OF THE STATE LANDS COMMISSION TO RECEIVE OFFERS TO ENTER INTO AGREEMENTS FOR EXTRACTION OF OIL, GAS AND OTHER HYDROCARBONS, FROM CERTAIN SUBMERGED LANDS OF THE STATE OF CALIFORNIA SITUATE IN ORANGE COUNTY, CALIFORNIA

Notice is hereby given by the State Lands Commission, acting pursuant to the "State Lands Act of 1938" (Chapter 5, Statutes of California, Extra Session of 1938) of intention to enter into agreements for the purpose of extraction of oil, gas and other hydrocarbons from those certain five locations of submerged lands situate in the County of Orange, State of California, and more specifically described as follows:

<table>
<thead>
<tr>
<th>WELL</th>
<th>X</th>
<th>Y</th>
<th>WELL</th>
<th>X</th>
<th>Y</th>
</tr>
</thead>
<tbody>
<tr>
<td>A</td>
<td>1,462,690 ft.</td>
<td>548,217 ft.</td>
<td>S 51° 20' W</td>
<td>2500</td>
<td></td>
</tr>
<tr>
<td>B</td>
<td>1,462,986 ft.</td>
<td>548,702 ft.</td>
<td>S 64° 20' W</td>
<td>2500</td>
<td></td>
</tr>
<tr>
<td>C</td>
<td>1,463,370 ft.</td>
<td>548,640 ft.</td>
<td>S 35° 35' W</td>
<td>2500</td>
<td></td>
</tr>
<tr>
<td>D</td>
<td>1,463,358 ft.</td>
<td>548,908 ft.</td>
<td>S 32° 55' W</td>
<td>2500</td>
<td></td>
</tr>
<tr>
<td>E</td>
<td>1,463,132 ft.</td>
<td>549,213 ft.</td>
<td>S 38° 20' W</td>
<td>2500</td>
<td></td>
</tr>
</tbody>
</table>

The bottom of hole locations are non-technically described as follows:

<table>
<thead>
<tr>
<th>WELL</th>
<th>SEAWARD OF THE ORDINARY HIGH WATER MARK</th>
<th>ON THE EXTENSION OF THE FOLLOWING IN HUNTINGTON BEACH</th>
</tr>
</thead>
<tbody>
<tr>
<td>A</td>
<td>1650 ft.</td>
<td>Seventeenth Street</td>
</tr>
<tr>
<td>B</td>
<td>1100 ft.</td>
<td>Alley between Seventeenth and Eighteenth Streets</td>
</tr>
<tr>
<td>C</td>
<td>875 ft.</td>
<td>Alley between Sixteenth and Seventeenth Streets</td>
</tr>
<tr>
<td>D</td>
<td>700 ft.</td>
<td>Seventeenth Street</td>
</tr>
<tr>
<td>E</td>
<td>635 ft.</td>
<td>Alley between Eighteenth and Nineteenth Streets</td>
</tr>
</tbody>
</table>

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Each bidder may propose to enter into an agreement with the State of California for the extraction of oil, gas and other hydrocarbons from any one or more of the hereinbefore described locations.

Each bidder, as a condition precedent to the consideration of such bidder's bid, in addition to other qualifications contained in the "State Lands Act of 1938", shall present at the time of the delivery of such bid or bids to the State Lands Commission evidence satisfactory to the Commission of the present ability of such bidder to furnish all necessary sites and rights-of-way northerly of the northerly line of Ocean Avenue and between the easterly boundary of the 10th Street and the westerly boundary of 23rd Street, in the City of Huntington Beach, State of California, without cost or obligation to the State, for all operations contemplated under provisions of rejected by the Commission.

Evidences of the present ability of a bidder to furnish all necessary sites and rights-of-way for the operations contemplated under the provisions of form of agreement for easement shall include the following:

(1) The owner or owners of the real property situate northerly of the northerly line of Ocean Avenue and between the easterly line of 10th Street and the westerly line of 23rd Street, in the City of Huntington Beach, State of California, shall execute the endorsement on said agreement, acknowledging that the bidder has been granted all necessary sites, rights-of-way and easements; and

(2) Bidder shall transmit to the Commission with the bid either (a) an instrument or instruments, or certified copies thereof, vesting in such bidder such sites, rights-of-way, and easements, or (b) certified copies of such instrument or instruments, together with the affidavits of the owners of property situate northerly of the northerly line of Ocean Avenue and between the easterly line of 10th Street and the westerly line of 23rd Street in the City of Huntington Beach, State of California, that the original copies of such documents have been placed in escrow to be delivered to the bidder in the event the bid is accepted.

The findings of the Commission whether a bidder has the present ability to furnish all necessary sites and rights-of-way for all operations contemplated under the agreement for easement for which bids were submitted shall be final and conclusive.

Each bid submitted pursuant to this notice shall be accompanied by a certified or cashier's check of a responsible bank in California payable to the Treasurer of the State of California in the sum of $2500 as a deposit of evidence of good faith, and except in the case of the successful bidder will be returned to the respective bidders. Should the successful bidder fail or refuse to execute the agreement for easement within 15 days of the award thereof by the Commission, deposit shall be forfeited to the State of California; otherwise the amount of said deposit shall be applied upon the annual rental for the first year, and the balance, if any, refunded to the grantee.
All bids made pursuant to this notice shall be addressed to the State Lands Commission, sealed and delivered to the State Lands Commission, Room 301, California State Building, Los Angeles, on or before 10 o'clock am., of the 27th day of October, 1939. Upon the sealed envelope containing such bid shall be written "Bid of (name of bidder) made pursuant to the notice of intention of the State Lands Commission to enter into agreement for extraction of oil, gas and other hydrocarbons from submerged lands in the County of Orange, State of California".

Bids received pursuant to this notice will be publicly opened at 10 o'clock a.m., October 28, 1939, in Room 301, California State Building, Los Angeles, or at such later time and date as the Commission shall determine.

Form of bid entitled "Agreement for Easement ______, Huntington Beach", may be obtained at the office of the Commission, Room 301, California State Building, Los Angeles, California.

A map showing the locations hereinafter described may be viewed in Room 301 California State Building, Los Angeles, California.

The Commission reserves the right to reject any and all bids received pursuant to this notice.

STATE LANDS COMMISSION

By WEBB SHADLE (Signed)
Webb Shadle
Executive Officer

That those certain five locations of submerged lands situate in the County of Orange, State of California, are more specifically described as follows, to wit:

<table>
<thead>
<tr>
<th>WELL</th>
<th>X</th>
<th>Y</th>
<th>TRUE BEARING OF PERFORATED PORTION</th>
<th>MAXIMUM ALLOWABLE LENGTH HORIZONTAL PROJECTION OF HOLE</th>
</tr>
</thead>
<tbody>
<tr>
<td>A</td>
<td>1,662,690 ft.</td>
<td>518,217 ft.</td>
<td>S 51° 20' W</td>
<td>3000</td>
</tr>
<tr>
<td>B</td>
<td>1,662,986 &quot;</td>
<td>518,702 &quot;</td>
<td>S 61° 20' W</td>
<td>2500</td>
</tr>
<tr>
<td>C</td>
<td>1,663,370 &quot;</td>
<td>518,640 &quot;</td>
<td>S 35° 35' W</td>
<td>2500</td>
</tr>
<tr>
<td>D</td>
<td>1,663,358 &quot;</td>
<td>518,908 &quot;</td>
<td>S 32° 55' W</td>
<td>2500</td>
</tr>
<tr>
<td>E</td>
<td>1,663,132 &quot;</td>
<td>519,213 &quot;</td>
<td>S 38° 20' W</td>
<td>2500</td>
</tr>
</tbody>
</table>

That the Executive Officer be and he is hereby authorized and directed to perform all acts and to do all things necessary and desirable to effectuate the purposes of this resolution.
The Executive Officer reported to the Commission of statutory transfer of administration of Delhi State Land Settlement project to Department of Finance administration on September 19, 1939.

Upon receipt of the report of the Executive Officer of refusal of J. H. Jackson to vacate certain lands of the State in San Luis Obispo County, more particularly described in proposed State Land Lease No. 27, motion was made by Mr. Riley, seconded by Mr. Patterson, and unanimously carried, that Mr. Patterson conduct an investigation to determine whether an ejectment action should be instituted against J. H. Jackson.

Upon motion of Mr. Riley, seconded by Mr. Patterson, by resolutions adopted by unanimous vote, the Executive Officer was authorized and directed to perform the acts, and his acts were approved and confirmed, as follows:

1. That application of The Termo Company, a corporation, for consent to redrill Well No. A described in Agreement for Easement No. 272, Huntington Beach, be continued for consideration at a subsequent meeting.

2. Decline to authorize the Executive Officer to execute assignments to the Petrol Corporation whereby that corporation would become the assignee of the State of California on account of moneys paid to the State of California by the Petrol Corporation upon judgments rendered in People vs. Windsor Oil Company and Venton Oil Company, et al.

3. Continued for consideration at a subsequent meeting application of Huntington Beach Townsite Association acting upon behalf of its members, operators under agreements for easements at Huntington Beach, for modification of form of such agreements whereby credit would be allowed to them for periods when wells are closed down in observance of voluntary curtailment.

4. To prepare engineering data and other necessary forms and notices to offer to highest bidder an easement to drill an oil well from Lots 21 and 23 owned by Henry G. and Mary A. Steams into tidelands and submerged lands in the vicinity of the area formerly occupied by Bestim Steams No. 5 well of Bestim Petroleum Corporation, upon condition that such highest bidder become the assignee of a use and occupancy agreement with Mr. and Mrs. Steams of said lots and whereby such highest bidder would pay a royalty of two percent of production of oil and gas and other hydrocarbons after the State received out of the first production the sum of $12,076.25 (the total royalty obligation to the State from the Bestim Petroleum Company and others was $18,000 plus, of which $2,000 has been paid by the Bestim Petroleum Company, and the Texas Company has offered to pay to the State $4,000 in consideration of its release from action now pending in Superior Court, Orange County, California), in addition to the royalty bid by such highest bidder.

5. Continued until subsequent meeting consideration of location of line of ordinary high water mark between property of the Estate of Will Rogers, deceased, and State of California, at Santa Monica.
6. Issuance of a permit to the United States Government to maintain a breakwater constructed by the U.S. Coast Guard on or about February 4, 1939, at Point Arguello, northerly of Point Conception, upon determination by engineers of the Commission that said breakwater has been constructed substantially in accordance with requirements of the State in such matters.

7. Request to the Governor to execute lease to California Metalurgical Mining Corporation of tidelands and submerged lands adjoining lands of the applicant in and near Port Chicago, Contra Costa County, for a term of five years, at rental of $669, payable annually in installments of $133.80, upon receipt from the applicant of executed lease and first annual rental.

8. That Natural Soda Products Company, a corporation, has given statutory notice of 90 days prior to December 31, 1939, of its intention to abandon State Lease No. 605, Owens Lake, Inyo County.

9. Issuance of a State mineral prospecting permit to Golden Bee Mines Ltd., covering 1/4 of SE1/4 of Section 16, T. 3 S., R. 10 E., S. B. M., upon receipt of surety bond in the sum of $1,000 and permit fee of $1.00 per acre, such permit to contain covenant of permittee to pay a royalty of 10% to the State upon gold mined under a lease to be issued upon the discovery of commercially valuable mineral.

10. Continued to subsequent meeting further consideration of action to be taken against Victor P. Christiansen at Littly, Modoc County, California, upon determination that he is occupying school section of the State described as Section 16, T. 39, N., R. 12 E., M. D. M.

11. Execution of Grazing Lease No. 731 dated September 5, 1939, to H. S. Houghton, for Lots 1, 2, 3, 6, 7, 8, 9 and 16 of Section 16, T. 8 S., R. 26 E., M. D. M., in Fresno County, containing 322.98 acres for three years at an annual rental of 5 cents per acre.

12. Execution of Grazing Lease No. 732 to Duque Bros., or 733 to George A. Clough, for Section 16, T. 32 N., R. 14 E., M. D. M., in Lassen County, containing 610 acres at an annual rental of 15 cents per acre; Duque Bros. made an initial offer of 11 cents per acre but George A. Clough made a second offer of 15 cents per acre; under the rules the first applicant is entitled to meet the highest offer but upon failure to do so, the lease is awarded to the highest bidder.

13. Execution of Grazing Lease No. 728 to George W. Heitman for 1/2 of Section 36, T. 27 N., R. 8 W., M. D. M., Tehama County, containing 320 acres, for a period of three years from July 22, 1939, at 5 cents per acre per annum.

14. Execution of State Grazing Lease No. 730 to Beene M. Williams of Section 36, T. 22 N., R. 17 E., M. D. M., Lassen County, containing 701.64 acres, for a period of three years from August 26, 1939, at an annual rental of 5 cents per acre per annum.
15. Refused to approve application of Ches. Whiteley to purchase timber on the W½ of SW¼, S½ of SE¼ of Section 16, T. 12 N., R. 8 W., M. D. M.

16. Sale of 49.83 acres in Section 36, T. 13 S., R. 26 E., M. D. M., to Division of Highways, Department of Public Works, State of California, for the sum of $300.

17. Execution of Certificate of Purchase No. 1445 to G. E. Oaks covering Lot 1, Section 4, T. 31 N., R. 6 W., M. D. M., Sacramento Land District, containing 24.82 acres.

18. Issuance of duplicate Certificate of Purchase No. 4896 to Charles T. Gilger covering Lot 10 of Section 6, T. 12 N., R. 12 W., and E½ of Lot 7 of Section 1, T. 12 N., R. 12 W., M. D. M., containing 80 acres in Mendocino County, under Location No. 12893, San Francisco Land District.

19. Execution of certificates to the Governor requesting execution of patents as follows:

(a) 18832 to The Metropolitan Water District covering 920 acres in Riverside County;

(b) 18833 to The Metropolitan Water District covering 40.91 acres in San Bernardino County;

(c) 18834 to Charles Gilger covering 80.91 acres in Mendocino County;

(d) 18835 to Sydney B. Brown covering 80 acres in Riverside County;

(e) 18836 to James J. Cox covering 40 acres in Merced County.

20. Issuance of request to the Director of Finance to execute easement across NE¼ of Section 36, T. 18 N., R. 16 E., M. D. M., to Forest Service of the U. S. Department of Agriculture, for poles and telephone line at no monetary consideration to the State.

21. The sale to the Department of Agriculture of the State of California parcels of real property containing 40 acres at Vidal Junction, California, for the sum of $345.08, representing the value of the lands exchanged with the Federal Government at the rate of $5.00 per acre plus expenditure of $145.00 by the Division of State Lands for survey.

22. Execution of agreement with B. C. Typewriter Company for monthly servicing and repairing of two typewriters at $1.00 per month.
23. Continued oral application of permittee under State Mineral Prospecting Permit No. 391 to issue lease for removal and sale of silica sand and other non-metallic minerals from property described in said prospecting permit.

24. Continued consideration of restoration of authority to sell indemnity certificates and application of E. W. Billings to purchase 40 acres of scrip.

25. The transfer by State Controller from State Lands Act Fund of $150,000 to General Fund and State Park Maintenance and Acquisition Fund in percentages of 70 and 30, respectively.

26. The part time employment under contract of Miss Edith Holmes, Intermediate Stenographer-Clerk, of the Department of Finance, at $120 a month, of which State Lands Commission will pay 50 percent and Division of Budgets and Accounts and Department of Finance Administration 25 percent each.

27. Increase of salary of T. L. Atherton, Engineer, Division of State Lands, from $275 per month to $305 per month, of which increase $15 will be effective under the statute July 1, 1939, and $15 per month effective September 1, 1939.

28. The Executive Officer reported receipt of request to State Lands Commission that the W½ of NE¼, SE¼, SE¼ of NE¼ and NW¼ of SE¼ of Section 16, T. 25 N., R. 7 W., M.D.M., be offered for lease to the highest bidder for extraction of chromite, and advised the Commission that these parcels of real property were known to contain chromite in commercially valuable quantities. Upon motion of Mr. Riley, seconded by Mr. Patterson, resolution was adopted in words and figures, as follows, to wit:

RECITAL:

The State Lands Commission is authorized by the "State Lands Act of 1938" to lease lands belonging to the State which have been classified by the Commission as lands containing commercially valuable mineral deposits to the highest responsible bidder by competitive bid in areas not exceeding 80 acres and tracts which will not exceed in length two and one-half times the width;

NOW THEREFORE BE IT RESOLVED THAT it appears to, and is hereby the determination of, the State Lands Commission, that chromite is known to be contained in the hereinafter described lands of the State of California and said lands are hereby classified as containing a commercially valuable mineral deposit;

That it is the determination of the Commission that such action be taken in the manner contemplated and authorized by the "State Lands Act of 1938" to lease the hereinafter described lands of the State of California;
That each bid submitted pursuant to this notice shall be accompanied by a certified or cashier's check of a responsible bank in California payable to the Treasurer of the State of California in the sum of $500, as a deposit of evidence of good faith, and except in the case of the successful bidder or bidders will be returned to the respective bidders. Should the successful bidder fail or refuse to execute the lease within fifteen days of the award thereof by the Commission, the deposit shall be forfeited to the State of California, otherwise the amount of said deposit shall be applied upon the annual rental for the first year, and the balance, if any, be refunded to the lessee;

That bids received pursuant to this notice will be publicly opened at 10 O'clock A.M., October 28, 1939, at Room 301 California State Building, Los Angeles, California, or at such later time, date and place as the Commission shall determine;

That a form of lease prepared by the Commission entitled "State Mineral Lease No. ___" is hereby adopted by the Commission and shall constitute the form of bid for each of the parcels of the hereinafter described lands of the State of California;

That the Executive Officer of this Commission be, and he is hereby, authorized and directed to publish notice of intention to offer said parcels of the hereinafter described lands of the State of California for the purpose of extraction of chromite therefrom, in words and figures as follows, to wit:

NOTICE OF INTENTION OF THE STATE LANDS COMMISSION TO RECEIVE OFFERS TO ENTER INTO LEASES FOR
THE EXTRACTION OF CHROMITE FROM CERTAIN LANDS OF THE STATE SITUATE IN TEHAMA COUNTY, CALIFORNIA

Notice is hereby given by the State Lands Commission, acting pursuant to the "State Lands Act of 1938" (Chapter 5, Statutes of California, 1938, extra session), of intention to enter into leases for the purpose of extraction of chromite upon those certain parcels of real property situate in the County of Tehama, State of California and more particularly described as follows, to wit:

W1/4 of NE1/4, SE1/4 of NE1/4 and NW1/4 of SE1/4 of Section 16, T. 25 N., R. 7 W., M. D. M.

Each bid submitted pursuant to this notice shall be accompanied by certified or cashier's check of a responsible bank in California payable to the Treasurer of the State of California in the sum of $500.00, as a deposit of good faith, and except in the case of the successful bidder or bidders will be returned to the respective bidder. Should the successful bidder or bidders fail or refuse to execute the lease within fifteen (15) days of the award thereof by the Commission, the deposit shall be forfeited to the State of California, otherwise the amount of said deposit shall be applied upon the annual rental for the first year and the balance, if any, be refunded to the lessee.
All bids made pursuant to this notice shall be addressed to
the State Lands Commission, sealed and delivered to the State Lands
Commission, Room 301 California State Building, Los Angeles, California,
on or before 10 o'clock A.M., of the 27th day of October, 1939. Upon
the sealed envelope containing such bid shall be written "Bid of (name
of bidder), made pursuant to notice of intention of the State Lands
Commission to enter into lease for extraction of chromite from State
Lands in the County of Tehama, State of California,"

Bids received pursuant to this notice will be publicly opened
at 10 o'clock A.M., October 28, 1939, in Room 301 California State
Building, Los Angeles, California, or at such other place, time and date,
as the Commission shall determine.

Form of bid entitled "State Mineral Lease No. _____," may be
obtained at the office of the Commission, Room 301 California State
Building, Los Angeles, California.

The Commission reserves the right to reject any and all bids
received pursuant to this notice.

STATE LANDS COMMISSION
BY WEBB SHADLE,
Executive Officer.

That those certain parcels of land of the State of California
situate in the County of Tehama, State of California, are more speci-
fically described as follows, to wit:

W½ of NW¼ of Section 16, T. 25 N., R. 7 W., M. D. M.

SE¼ of NE¼ and NW¼ of SE¼ of Section 16, T. 25 N.,
R. 7 W., M. D. M.,

That the Executive Officer be, and is hereby, authorized and
directed to perform all acts and to do all things necessary and
desirable to effectuate the purposes of this resolution.

There being no further business to come before the Commission
the meeting was adjourned.