A meeting of the State Lands Commission was held in Room 302 State Building, Los Angeles, October 23, 1942, at 11 o'clock A. M.

Present

George Killion, Chairman
Ellis E. Patterson, Member

Absent

Harry B. Riley, Member

Upon motion duly made and carried, a resolution was adopted wherein the desire was expressed to cooperate with the County of Modoc and the U. S. Forest Service to the fullest extent, and approved the consummation of an exchange as proposed by the U. S. Forest Service for such areas in Modoc County as would prove satisfactory after a field inspection, in the event that the County of Modoc should withdraw its application to purchase the W 1/2 of Section 36, T. 43 N., R. 11 E., M. D. M.

Upon motion duly made and carried, a resolution was adopted approving certain drilling by Honolulu Oil Corporation as follows:

1. The work on Well 56-3 as proposed in the Notice of Intention to Redrill well dated October 19, 1942, and filed with the Division of Oil and Gas shall be commenced not later than November 5, 1942, and shall be carried on diligently to completion on or before November 30, 1942, in accordance with the aforesaid notice and in conformance with the terms and conditions of Oil and Gas Lease No. 56 and the rules and regulations of this division.

2. In the event that the proposed work on Well 56-3 is suspended at any time by the Office of Petroleum Coordinator for War the drilling of Well 56-4 shall be commenced immediately.

3. The drilling of Well 56-4 shall be commenced immediately after the re-completion of Well 56-3 or not later than December 1, 1942.

The bid of E. B. Bishop, Contractor, by Hardin Barry, his Attorney, made pursuant to notice of the State Lands Commission to enter into lease for the extraction of gravel and/or sand from State lands in the County of Lassen, was opened and found to be as follows:

"Three (3½) cents per ton for all sand removed from Parcels One and Two, and One (1½) cent per ton for all rock and gravel removed from Parcel Three.".

Upon motion duly made and carried, it was unanimously resolved that no award should be made at this time but that an investigation should be made of valuations in this vicinity especially of Parcel Three.
Upon motion duly made and carried, it was unanimously resolved not to accept the shipment of wooden files from the Remington Rand, Inc., inasmuch as it had been the understanding of the Commission that steel files were to be furnished.

Upon motion duly made and carried, a resolution was adopted confirming and approving the advertising of lands in Stanislaus County upon the request of T. E. Warner, as follows:

NOTICE OF INTENTION OF THE STATE LANDS COMMISSION TO RECEIVE OFFERS TO ENTER INTO LEASES FOR THE EXTRACTION OF MINERALS OTHER THAN OIL OR GAS FROM CERTAIN LANDS SITUATE IN STANISLAUS COUNTY, CALIFORNIA.

Notice is hereby given by the State Lands Commission, acting pursuant to Division 6 of the Public Resources Code of intention to enter into leases for the purpose of extraction of gold and other metallic minerals from those certain parcels of real property situate in the County of Stanislaus, State of California, and more particularly described as follows:

PARCEL 1, TRACT 1.

Beginning at a point on the section line common to Sections 33 and 3½, T. 3 S., R. 12 E., M. D. B. & M., 282.74 feet southerly of the section corner common to Sections 27, 28, 33 and 34, T. 3 S., R. 12 E., thence the following courses and distances:

<table>
<thead>
<tr>
<th>Course</th>
<th>Distance</th>
</tr>
</thead>
<tbody>
<tr>
<td>S 57° 39' 30&quot; E.</td>
<td>631.69 ft</td>
</tr>
<tr>
<td>S 15 07 E.</td>
<td>556.64 ft</td>
</tr>
<tr>
<td>S 5 22 W.</td>
<td>105.20 ft</td>
</tr>
<tr>
<td>S 6 22 W.</td>
<td>140.82 ft</td>
</tr>
<tr>
<td>West</td>
<td>192.09 ft</td>
</tr>
<tr>
<td>N 26° 09' E.</td>
<td>93.84 ft</td>
</tr>
<tr>
<td>N 16 16 W.</td>
<td>384.58 ft</td>
</tr>
<tr>
<td>N 45 40 W.</td>
<td>549.45 ft</td>
</tr>
<tr>
<td>N 0 24 W.</td>
<td>282.74 ft</td>
</tr>
</tbody>
</table>

to the point of beginning.

PARCEL 1, TRACT 2.

Beginning at the southeasterly corner of Parcel 1, Tract 1, as described; thence the following courses and distances:

<table>
<thead>
<tr>
<th>Course</th>
<th>Distance</th>
</tr>
</thead>
<tbody>
<tr>
<td>S 6° 22' W.</td>
<td>678.89 ft</td>
</tr>
<tr>
<td>S 9 22 30&quot; E.</td>
<td>121.92 ft</td>
</tr>
<tr>
<td>West</td>
<td>154.12 ft</td>
</tr>
<tr>
<td>N 5° 48' W.</td>
<td>147.10 ft</td>
</tr>
<tr>
<td>N 0 47 E.</td>
<td>106.39 ft</td>
</tr>
<tr>
<td>N 22 52 W.</td>
<td>246.44 ft</td>
</tr>
<tr>
<td>N 26 09 E.</td>
<td>373.50 ft</td>
</tr>
<tr>
<td>East</td>
<td>192.09 ft</td>
</tr>
</tbody>
</table>

to the point of beginning.
PARCEL 1, TRACT 3.

Beginning at the southeasterly corner of Parcel 1, Tract 2 as described; thence the following courses and distances:

<table>
<thead>
<tr>
<th>Course</th>
<th>Distance</th>
</tr>
</thead>
<tbody>
<tr>
<td>S 9° 22' 30&quot; E.</td>
<td>325.68 feet</td>
</tr>
<tr>
<td>S 51 07 W.</td>
<td>207.24 &quot;</td>
</tr>
<tr>
<td>N 5 48 W.</td>
<td>453.75 &quot;</td>
</tr>
<tr>
<td>East</td>
<td>154.12 &quot;</td>
</tr>
</tbody>
</table>

to the point of beginning:

Parcel 1, Tracts 1, 2 and 3 contains 12.28 acres more or less.

PARCEL 2.

Beginning at the section corner common to Sections 27, 28, 33 and 34, T. 3 S., R. 12 E., M. D. B. & M., thence the following courses and distances:

<table>
<thead>
<tr>
<th>Course</th>
<th>Distance</th>
</tr>
</thead>
<tbody>
<tr>
<td>S. 0° 24' E.</td>
<td>565.49 feet</td>
</tr>
<tr>
<td>N. 45 40 W.</td>
<td>80.39 &quot;</td>
</tr>
<tr>
<td>N. 72 28 W.</td>
<td>254.56 &quot;</td>
</tr>
<tr>
<td>N. 78 19 20&quot; W.</td>
<td>486.19 &quot;</td>
</tr>
<tr>
<td>N. 34 25 W.</td>
<td>483.91 &quot;</td>
</tr>
<tr>
<td>N. 69 49 20 W.</td>
<td>213.31 &quot;</td>
</tr>
<tr>
<td>N. 83 47 30 E.</td>
<td>720.92 &quot;</td>
</tr>
<tr>
<td>N. 66° 33' E.</td>
<td>133.94 &quot;</td>
</tr>
<tr>
<td>S. 33 34 E.</td>
<td>488.29 &quot;</td>
</tr>
</tbody>
</table>

to the point of beginning, containing 12.75 acres more or less.

PARCEL 3, TRACT 1.

Beginning at a point which bears S. 63° 51' E., 707.45 feet and N. 22° 33' 30" E. 631.62 feet from the U. S. Meander corner common to Sections 28 and 29, T. 3 S. R. 12 E., M. D. B. & M.; thence the following courses and distances:

<table>
<thead>
<tr>
<th>Course</th>
<th>Distance</th>
</tr>
</thead>
<tbody>
<tr>
<td>N. 22° 33' 30&quot; E.</td>
<td>523.38 feet</td>
</tr>
<tr>
<td>S. 41 15 E.</td>
<td>444.25 &quot;</td>
</tr>
<tr>
<td>S. 24 36 30 W.</td>
<td>483.91 &quot;</td>
</tr>
<tr>
<td>S. 26 15 30 E.</td>
<td>317.00 &quot;</td>
</tr>
<tr>
<td>S. 35 05 E.</td>
<td>20.88 &quot;</td>
</tr>
<tr>
<td>West</td>
<td>227.73 &quot;</td>
</tr>
<tr>
<td>N. 30 15 30 W.</td>
<td>274.99 &quot;</td>
</tr>
<tr>
<td>N. 17 02 W.</td>
<td>232.19 &quot;</td>
</tr>
<tr>
<td>N. 4 23 30 W.</td>
<td>132.73 &quot;</td>
</tr>
</tbody>
</table>

to the point of beginning.
PARCEL 3, TRACT 2

Beginning at the southeasterly corner of Parcel 3, Tract 1 as described; thence the following courses and distances:

<table>
<thead>
<tr>
<th>Course</th>
<th>Distance</th>
<th>Direction</th>
</tr>
</thead>
<tbody>
<tr>
<td>S. 35° 05' E.</td>
<td>280.00 ft</td>
<td>S. 872.59' W.</td>
</tr>
<tr>
<td>S. 1 26' W.</td>
<td>331.39'</td>
<td>S. 382.54' W.</td>
</tr>
<tr>
<td>S. 40 14' W.</td>
<td>330.46'</td>
<td>North 83.92'</td>
</tr>
<tr>
<td>N. 56 38' W.</td>
<td>239.32'</td>
<td>N. 484.64' E.</td>
</tr>
<tr>
<td>North</td>
<td>284.28'</td>
<td>South 227.73'</td>
</tr>
<tr>
<td>S. 70 06' E.</td>
<td>153.02'</td>
<td>South 719.77'</td>
</tr>
<tr>
<td>N. 62 00' E.</td>
<td>455.89'</td>
<td>South 330.46'</td>
</tr>
<tr>
<td>N. 2 20' E.</td>
<td>450.73'</td>
<td>South 251.58'</td>
</tr>
<tr>
<td>N. 30° 15' 30&quot; W.</td>
<td>251.58'</td>
<td>South 284.28'</td>
</tr>
<tr>
<td>East</td>
<td>284.28'</td>
<td>East 227.73'</td>
</tr>
</tbody>
</table>

PARCEL 3, TRACT 3

Beginning at the southwesterly corner of Parcel 3, Tract 2, as described, thence the following courses and distances:

<table>
<thead>
<tr>
<th>Course</th>
<th>Distance</th>
<th>Direction</th>
</tr>
</thead>
<tbody>
<tr>
<td>N. 56° 38' 00'' W.</td>
<td>644.08 ft</td>
<td>N. 302.27'</td>
</tr>
<tr>
<td>N. 71° 45' 30'' W.</td>
<td>251.58'</td>
<td>N. 450.73'</td>
</tr>
<tr>
<td>North</td>
<td>455.89'</td>
<td>South 330.46'</td>
</tr>
<tr>
<td>S. 61° 35' 30'' E.</td>
<td>251.58'</td>
<td>South 251.58'</td>
</tr>
<tr>
<td>S. 70° 06' E.</td>
<td>455.89'</td>
<td>South 251.58'</td>
</tr>
<tr>
<td>South</td>
<td>330.46'</td>
<td>South 251.58'</td>
</tr>
</tbody>
</table>

PARCEL 3, TRACT 4

Beginning at the southwesterly corner of Parcel 3, Tract 3 as described, thence the following courses and distances:

<table>
<thead>
<tr>
<th>Course</th>
<th>Distance</th>
<th>Direction</th>
</tr>
</thead>
<tbody>
<tr>
<td>N. 71° 45' 30'' W.</td>
<td>112.67 ft</td>
<td>N. 720.65'</td>
</tr>
<tr>
<td>N. 41° 39' W.</td>
<td>195.95'</td>
<td>N. 177.26'</td>
</tr>
<tr>
<td>N. 27° 44' 30'' W.</td>
<td>177.26'</td>
<td>East 2.13'</td>
</tr>
<tr>
<td>East</td>
<td>394.61'</td>
<td>East 224.53'</td>
</tr>
<tr>
<td>S. 23° 43' 30'' E.</td>
<td>224.53'</td>
<td>South 89.54'</td>
</tr>
<tr>
<td>S. 39° 02' 30'' E.</td>
<td>89.54'</td>
<td>South 251.58'</td>
</tr>
<tr>
<td>S. 49° 49' E.</td>
<td>251.58'</td>
<td>South 251.58'</td>
</tr>
<tr>
<td>S. 51° 35' 30'' E.</td>
<td>251.58'</td>
<td>South 251.58'</td>
</tr>
</tbody>
</table>

PARCEL 3, TRACT 4

Beginning at the southwesterly corner of Parcel 3, Tract 3 as described, thence the following courses and distances:

<table>
<thead>
<tr>
<th>Course</th>
<th>Distance</th>
<th>Direction</th>
</tr>
</thead>
<tbody>
<tr>
<td>N. 71° 45' 30'' W.</td>
<td>112.67 ft</td>
<td>N. 720.65'</td>
</tr>
<tr>
<td>N. 41° 39' W.</td>
<td>195.95'</td>
<td>N. 177.26'</td>
</tr>
<tr>
<td>N. 27° 44' 30'' W.</td>
<td>177.26'</td>
<td>East 2.13'</td>
</tr>
<tr>
<td>East</td>
<td>394.61'</td>
<td>East 224.53'</td>
</tr>
<tr>
<td>S. 23° 43' 30'' E.</td>
<td>224.53'</td>
<td>South 89.54'</td>
</tr>
<tr>
<td>S. 39° 02' 30'' E.</td>
<td>89.54'</td>
<td>South 251.58'</td>
</tr>
<tr>
<td>S. 49° 49' E.</td>
<td>251.58'</td>
<td>South 251.58'</td>
</tr>
<tr>
<td>S. 51° 35' 30'' E.</td>
<td>251.58'</td>
<td>South 251.58'</td>
</tr>
</tbody>
</table>

PARCEL 3, TRACT 4

Beginning at the southwesterly corner of Parcel 3, Tract 3 as described, thence the following courses and distances:

<table>
<thead>
<tr>
<th>Course</th>
<th>Distance</th>
<th>Direction</th>
</tr>
</thead>
<tbody>
<tr>
<td>N. 71° 45' 30'' W.</td>
<td>112.67 ft</td>
<td>N. 720.65'</td>
</tr>
<tr>
<td>N. 41° 39' W.</td>
<td>195.95'</td>
<td>N. 177.26'</td>
</tr>
<tr>
<td>N. 27° 44' 30'' W.</td>
<td>177.26'</td>
<td>East 2.13'</td>
</tr>
<tr>
<td>East</td>
<td>394.61'</td>
<td>East 224.53'</td>
</tr>
<tr>
<td>S. 23° 43' 30'' E.</td>
<td>224.53'</td>
<td>South 89.54'</td>
</tr>
<tr>
<td>S. 39° 02' 30'' E.</td>
<td>89.54'</td>
<td>South 251.58'</td>
</tr>
<tr>
<td>S. 49° 49' E.</td>
<td>251.58'</td>
<td>South 251.58'</td>
</tr>
<tr>
<td>S. 51° 35' 30'' E.</td>
<td>251.58'</td>
<td>South 251.58'</td>
</tr>
</tbody>
</table>

PARCEL 3, TRACT 4

Beginning at the southwesterly corner of Parcel 3, Tract 3 as described, thence the following courses and distances:

<table>
<thead>
<tr>
<th>Course</th>
<th>Distance</th>
<th>Direction</th>
</tr>
</thead>
<tbody>
<tr>
<td>N. 71° 45' 30'' W.</td>
<td>112.67 ft</td>
<td>N. 720.65'</td>
</tr>
<tr>
<td>N. 41° 39' W.</td>
<td>195.95'</td>
<td>N. 177.26'</td>
</tr>
<tr>
<td>N. 27° 44' 30'' W.</td>
<td>177.26'</td>
<td>East 2.13'</td>
</tr>
<tr>
<td>East</td>
<td>394.61'</td>
<td>East 224.53'</td>
</tr>
<tr>
<td>S. 23° 43' 30'' E.</td>
<td>224.53'</td>
<td>South 89.54'</td>
</tr>
<tr>
<td>S. 39° 02' 30'' E.</td>
<td>89.54'</td>
<td>South 251.58'</td>
</tr>
<tr>
<td>S. 49° 49' E.</td>
<td>251.58'</td>
<td>South 251.58'</td>
</tr>
<tr>
<td>S. 51° 35' 30'' E.</td>
<td>251.58'</td>
<td>South 251.58'</td>
</tr>
</tbody>
</table>
PARCEL 3, TRACT 5

Beginning at the northwesterly corner of Parcel 3, Tract 4, as described; thence the following courses and distances:

<table>
<thead>
<tr>
<th>Course</th>
<th>Distance</th>
</tr>
</thead>
<tbody>
<tr>
<td>N. 27° 44' 30&quot; W.</td>
<td>721.71 feet</td>
</tr>
<tr>
<td>N. 32 30 W.</td>
<td>25.74 &quot;</td>
</tr>
<tr>
<td>N. 72 48 E.</td>
<td>199.72 &quot;</td>
</tr>
<tr>
<td>S. 39 17 30 E.</td>
<td>355.81 &quot;</td>
</tr>
<tr>
<td>S. 9 57 W.</td>
<td>139.13 &quot;</td>
</tr>
<tr>
<td>S. 23 43 30 E.</td>
<td>335.46 &quot;</td>
</tr>
<tr>
<td>West</td>
<td>177.26 &quot;</td>
</tr>
</tbody>
</table>

to the point of beginning.

Parcel 3, Tracts 1, 2, 3, 4 and 5, contains 28.79 acres more or less.

PARCEL 4

Beginning at a point which bears N. 46° 03' W. 595.65 feet, N. 49° 01' W. 1135.60 feet and N. 76° 01' W. 84.35 feet from a concrete monument marking the U. S. meander corner common to Sections 28 and 29, T. 3 S., R. 12 E., M. D. B. & M., thence the following courses and distances:

<table>
<thead>
<tr>
<th>Course</th>
<th>Distance</th>
</tr>
</thead>
<tbody>
<tr>
<td>N. 76° 01' 00&quot; W.</td>
<td>590.70 feet</td>
</tr>
<tr>
<td>N. 40 07 W.</td>
<td>792.00 &quot;</td>
</tr>
<tr>
<td>S. 10 53 W.</td>
<td>336.14 &quot;</td>
</tr>
<tr>
<td>S. 40 44 E.</td>
<td>264.00 &quot;</td>
</tr>
<tr>
<td>S. 52 25 30 E.</td>
<td>302.61 &quot;</td>
</tr>
<tr>
<td>S. 57 08 E.</td>
<td>235.95 &quot;</td>
</tr>
<tr>
<td>S. 60 06 E.</td>
<td>981.02 &quot;</td>
</tr>
<tr>
<td>S. 32 30 E.</td>
<td>241.30 &quot;</td>
</tr>
<tr>
<td>N. 72 48 E.</td>
<td>199.72 &quot;</td>
</tr>
<tr>
<td>N. 39 17 30 W.</td>
<td>224.27 &quot;</td>
</tr>
<tr>
<td>N. 43 18 W.</td>
<td>717.22 &quot;</td>
</tr>
<tr>
<td>N. 0 21 W.</td>
<td>32.08 &quot;</td>
</tr>
</tbody>
</table>

to the point of beginning, containing 11.28 acres, more or less.

Each bid submitted pursuant to this notice may include not more than eighty acres and shall be accompanied by certified or cashier's check of a responsible bank in California payable to the State of California in the sum of $200.00 as a deposit of good faith, and except in the case of the successful bidder or bidders will be returned to the respective bidder. Each bid submitted shall be accompanied by citizenship qualifications or other qualifications required under Division 6 of the Public Resources Code. Should the successful bidder or bidders fail or refuse to execute the lease within fifteen (15) days of the award thereof by the Commission, and fail to file with the Commission a good and sufficient corporate surety bond in the sum of $1,000.00, 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, 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 302 California State Building, Los Angeles, California, on or before 12 o'clock N. of the 20th day of October, 1942. 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 gold and other metallic minerals from lands in the County of Stanislaus, State of California."

Bids received pursuant to this notice will be publicly opened at 10 o'clock A. M., October 21, 1942, in Room 302, 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 302, 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 J. M. CLIFFORD,
Executive Officer.

Sept. 30, 1942.

The sealed bid of T. E. Warner pursuant to the above notice was opened and found to contain a royalty of five percent (5%) gross recovery. Upon motion duly made and carried, a resolution was adopted awarding a lease to Mr. Warner on this basis and allowing a deferment of production until the ban of the U. S. Government has been lifted on this mineral.

Upon motion duly made and carried, a resolution was adopted confirming and approving the advertising of tide and submerged lands at Huntington Beach, as follows:

NOTICE OF INTENTION OF THE STATE LANDS COMMISSION
TO RECEIVE OFFERS TO ENTER INTO A LEASE FOR EXTRACTION OF OIL, GAS AND OTHER PRODUCTS, 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 provisions of Division 6 of the Public Resources Code of intention to enter into a lease for the purpose of extraction of oil, gas and other products from that certain tract of tideland and submerged land situate in the County of Orange, State of California, more particularly described as follows:
Beginning at the intersection of the line of ordinary high water of the Pacific Ocean with the extension southerly of the westerly line of Eighth Street, Huntington Beach; thence from said point of beginning southerly along the extension of the westerly line of Eighth Street, 5280 feet; thence westerly at a right angle to the last mentioned southerly of the westerly line of Eighth Street 5385 feet more or less to the line of ordinary high water; thence easterly along the line of ordinary high water to the point of beginning, containing 297 acres more or less.

The Director of Industry Operations, War Production Board, has authorized the use of the material required for the drilling and completion of one directionally drilled well on a 40 acre drilling unit within the exterior limits of the tract as described.

Each bidder, as a condition precedent to the consideration of his bid, in addition to other qualifications contained in Division 6 of the Public Resources Code shall present at the time of delivery of the bid 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 ordinary high water mark of the Pacific Ocean and between the easterly line extended of Tenth Street and the westerly line extended of the alley between and parallel to Fifteenth Street and Sixteenth Street in the townsite of Huntington Beach, Orange County, California, without cost or obligation to the State, for all operations contemplated under the provisions of the form of bid, and any bid not accompanied by such evidence will be rejected by the Commission.

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 the form of lease shall include the following:

(1) The owner or owners of the real property situate northerly of the high water mark of the Pacific Ocean and between the easterly line extended of Tenth Street and the westerly line extended of the alley between and parallel to Fifteenth Street and Sixteenth Street, Huntington Beach, shall execute the endorsement on said lease 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 an instrument or instruments, or certified copies thereof, vesting in the bidder, such sites, rights-of-way and easements, or certified copies of such instrument or instruments, together with the affidavits of the owners of the property situate northerly of the ordinary high water mark of the Pacific Ocean and between the easterly line extended of Tenth Street and the westerly line extended of the alley between and parallel to Fifteenth Street and Sixteenth Street, Huntington Beach, 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.

* course 2400 feet more or less; thence northerly parallel to the extension.
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 lease 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 State of California in the sum of $2,500.00 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 lease within fifteen (15) days of the award thereof by the Commission and fail to file with the Commission a good and sufficient corporate surety bond in the penal sum of $10,000, 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 302, State Building, Los Angeles, on or before 10 A. M., of the 13th day of October, 1942. 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 a lease 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 opened publicly at 10 A. M. October 14, 1942, in Room 302, State Building, Los Angeles, or at such later time and date as the Commission shall determine.

Form of bid entitled "Oil and Gas Lease No._____, Huntington Beach," may be obtained at the office of the Commission, Room 302, State Building, Los Angeles, California.

A map showing the area hereinbefore described may be inspected in Room 302, State Building, Los Angeles, California.

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

STATE LANDS COMMISSION
By J. M. CLIFFORD,
Executive Officer.

Upon being informed that one bid had been received pursuant to this advertisement, this bid having been received from the Atlantic Oil Company, the Commission opened it and found the royalty rate specified to be 0.876. It was decided to have an investigation made and a comparison prepared with other royalty rates before awarding a lease.

Upon motion duly made and carried, it was resolved not to hold the regular meeting of the Commission which would have been on October 29, 1942.

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