TRACT 33249 - STATE AGENCY - Lafayette Parish, Louisiana

A certain tract of land belonging to and not under mineral lease from the Lafayette City-Parish Consolidated Government, on February 14, 2001, being more fully described as follows: Beginning at a point having Coordinates of X = 1,771,473.60 and Y = 562,106.36; thence South 10,568.88 feet to a point having Coordinates of X = 1,771,473.60 and Y = 551,537.47; thence West 6,044.22 feet to a point on the West boundary of State Lease 16554, as amended, having Coordinates of X = 1,765,429.38 and Y = 551,537.47; thence North 45 degrees 38 minutes 55 seconds West 3,335.36 feet with the West boundary of the said state lease having Coordinates of X = 1,763,044.37 and Y = 553,869.08; thence North 8,237.28 feet to a point having Coordinates of X = 1,763,044.37 and Y = 562,106.36; thence East 8,429.23 feet to the point of beginning, LESS AND EXCEPT that portion lying within the Office of Conservation, geological units: BM3 RB SUA and SUB; BM3 RA SUA, as per Order No. 335-F-4, and State Agency Leases 16553, 16554 and 16669, excluding beds and bottoms of all navigable waters, containing approximately 207.45 acres, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE:

The boundary description and plat for this tract as shown and as advertised were supplied by the nominating party and have not been checked for accuracy by the staff of the Office of Mineral Resources. Anything which may affect the acreage, the shape or the location of the tract, such as non-closure of or incorrect X, Y coordinates or title disputed acreage, or which may affect the status of the tract for leasing, such as overlap of prior leases or nominated tracts, or which may affect potential operations on leases taken, such as inclusion in areas under the jurisdiction of the Department of Wildlife and Fisheries, will not be specifically determined unless and until a bid on this tract is accepted by the Mineral Board; which bid will be accepted on a per acre basis and which acceptance will be conditional upon such specific determinations being made. a bid is conditionally accepted by the Mineral Board, the staff will, within a period following the date of the lease sale, determine the acreage, shape and location of the potential lease area of the tract, the status for leasing of all or any portion thereof, and any conditions which may affect potential operations thereon. determinations may render all or a portion of the bid area unleasable or may increase or decrease the State claimed acreage such that the total bonus/rental ultimately required may either exceed the bonus/rental paid at the lease sale, which will require additional payment by the successful bidder, or allow the successful bidder a refund of excessive payment. The successful bidder will be notified of the determinations by the staff and given an opportunity to view the bid area acreage, configuration and location as it has been specifically determined. If all or a portion of the bid area is unleasable due to overlap of an existing lease, the successful bidder will be given an opportunity to accept or reject a new lease on that portion of the bid area which is not unleasable. If rejected, the bid and all monies accompanying the bid will be returned to the successful bidder and no lease will be issued. In all other cases a new lease will be issued and any additional per acre bonus/rental,

10% administration fee or \$10 and \$5 per acre fees due as a result of staff determination of more State acreage in the bid area than determined by the successful bidder will be paid prior to the lease being issued. A determination of less State acreage in the bid area will result in a return to the successful bidder of any overpayment.

NOTE: Said lease must be subject to the provision that there shall be no drilling or surface operations on the lands vested in the Lafayette City-Parish Consolidated Government.

NOTE: Said lease must further provide that the lessee, or any assignee, shall be required to obtain consent from the Lafayette City-Parish Consolidated Government prior to the execution of any assignment.

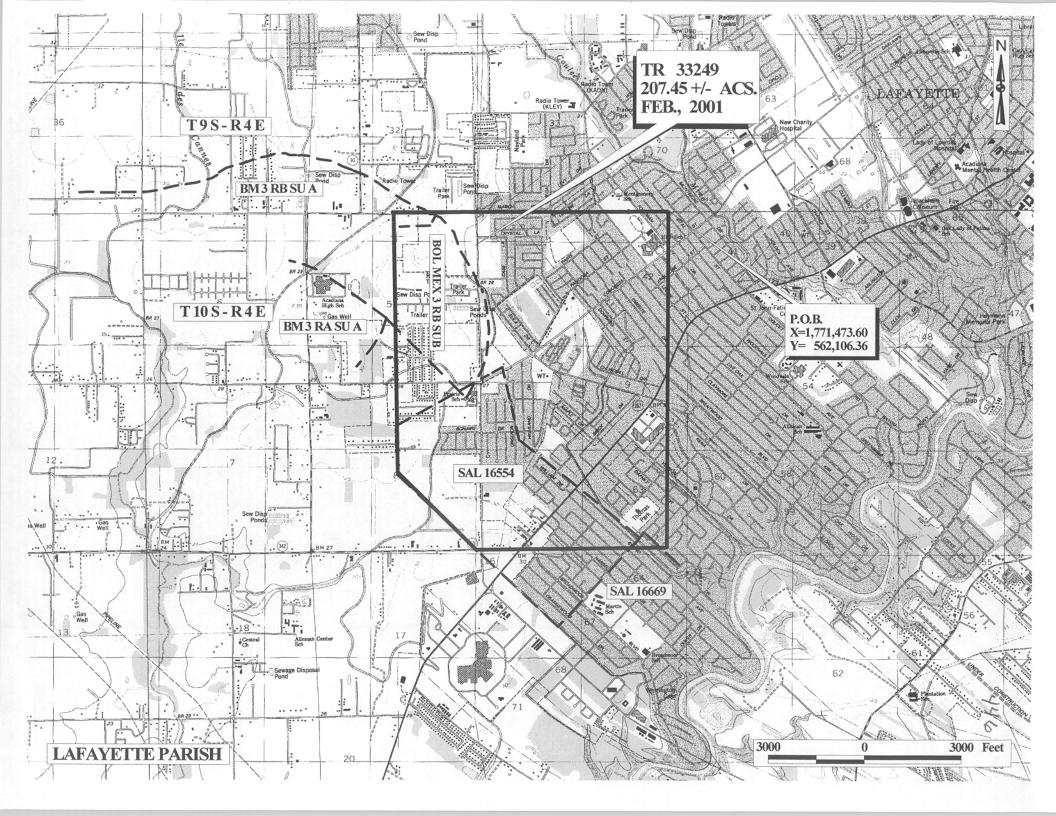
NOTE: Said lease must further provide that the lessee shall at all times comply with all applicable environmental and wetlands laws and regulations promulgated by the federal government, the State of Louisiana, and/or any department, office, or agency thereof, and that the lessee shall obtain all licenses and/or permits required under such laws and regulations prior to commencement of any operations affecting the leased property.

NOTE: The State Agency Lease form shall include a provision that the Lessee furnish the Lafayette City-Parish Consolidated Government with a breakdown of acreage in the tract bid, showing the amount of acreage located within and outside of the incorporated areas of the City and Parish of Lafayette. Lessor shall furnish an updated breakdown of City versus Parish acreage on all lands belonging to the Lafayette City-Parish Consolidated Government located in the subject lease and included in any producing unit, or maintained by "Pugh Clause" rental. Lessor shall furnish updated acreage, maps, and detailed inventory of the streets, roads, and lands covered by the subject lease for any changes to the original tract advertised or bid that would affect payment of rental or royalties under the subject lease.

Applicant:

B.K. Mills to Agency and by Resolution of the Lafayette City-Parish Consolidated Government authorizing the Mineral Board to act in its behalf.

Bidder	Cash Payment	Price / Acre	Rental	Oil	Gas	Other
			1			



TRACT 33250 - STATE AGENCY - Lafayette Parish, Louisiana

A certain tract of land belonging to and not under mineral lease from the Louisiana Department of Transportation and Development, on February 14, 2001, being more fully described as follows: Beginning at a point having Coordinates of X = 1,771,473.60 and Y = 562,106.36; thence South 10,568.88 feet to a point having Coordinates of X = 1,771,473.60 and Y = 551,537.47; thence West 6,044.22 feet to a point on the West boundary of State Lease 16553, as amended, having Coordinates of X = 1,765,429.38 and Y = 551,537.47; thence North 45 degrees 38 minutes 55 seconds West 3,335.36 feet with the West boundary of the said state lease having Coordinates of X = 1,763,044.37and Y = 553,869.08; thence North 8,237.28 feet to a point having Coordinates of X = 1,763,044.37 and Y = 562,106.36; thence East 8,429.23 feet to the point of beginning, LESS AND EXCEPT that portion lying within the Office of Conservation, geological units: BM3 RB SUA and SUB; BM3 RA SUA, as per Order No. 335-F-4, and State Agency Leases 16553, 16554 and 16669, excluding beds and bottoms of all navigable waters, containing approximately 5 acres, shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE:

The boundary description and plat for this tract as shown and as advertised were supplied by the nominating party and have not been checked for accuracy by the staff of the Office of Mineral Resources. Anything which may affect the acreage, the shape or the location of the tract, such as non-closure of or incorrect X, Y coordinates or title disputed acreage, or which may affect the status of the tract for leasing, such as overlap of prior leases or nominated tracts, or which may affect potential operations on leases taken, inclusion in areas under the jurisdiction of the Department of Wildlife and Fisheries, will not be specifically determined unless and until a bid on this tract is accepted by the Mineral Board; which bid will be accepted on a per acre basis and which acceptance will be conditional upon such specific determinations being made. a bid is conditionally accepted by the Mineral Board, the staff will, within a period following the date of the lease sale, determine the acreage, shape and location of the potential lease area of the tract, the status for leasing of all or any portion thereof, and any conditions which may affect potential operations thereon. determinations may render all or a portion of the bid area unleasable or may increase or decrease the State claimed acreage such that the total bonus/rental ultimately required may either exceed the bonus/rental paid at the lease sale, which will require additional payment by the successful bidder, or allow the successful bidder a refund of excessive payment. The successful bidder will be notified of the determinations by the staff and given an opportunity to view the bid area acreage, configuration and location as it has been specifically determined. If all or a portion of the bid area is unleasable due to overlap of an existing lease, the successful bidder will be given an opportunity to accept or reject a new lease on that portion of the bid area which is not unleasable. If rejected, the bid and all monies accompanying the bid will be returned to the successful bidder and no lease will be issued. In all other cases a new lease will be issued and any additional per acre bonus/rental,

10% administration fee or \$10 and \$5 per acre fees due as a result of staff determination of more State acreage in the bid area than determined by the successful bidder will be paid prior to the lease being issued. A determination of less State acreage in the bid area will result in a return to the successful bidder of any overpayment.

Applicant:

B.K. Mills to Agency and by Letter of Authorization from the Louisiana Department of Transportation and Development authorizing the Mineral Board to act in its behalf.

Bidder	Cash Payment	Price / Acre	Rental	Oil	Gas	Other