

**TRACT 36121 - Vermilion Parish, Louisiana**

A portion of the entirety of the beds and bottoms embraced within the meander of the shoreline as same existed in 1942, located in any parts of Township 14 South, Ranges 1, 2 and 3 West and 1 East, and Township 15 South, Ranges 1, 2 and 3 West and 1 East, the entirety of said described area being deemed to comprise 50,000 acres, whether actually more or less, not presently under mineral lease from the State on February 11, 2004, and not formerly adjudicated in fee ownership to any party other than the State of Louisiana; which property is subject to the provisions of Special Act No. 92 of the 1942 Regular Session of the Louisiana Legislature requiring the successful bidder, within sixty (60) days of obtaining a mineral lease from the State of Louisiana, to obtain additional leases on the same property from LLOG Exploration Company, L.L.C. (successor in title to Energy Development Corp.) and Avrico, Inc. [both successors in title to Acadian Vermilion Rice Irrigation Company, Inc.] containing terms not substantially different from and further containing a bonus and royalty not less than one-half (1/2) of those contained in the lease taken from the State of Louisiana, being more specifically described as follows: Beginning at the Southwest corner of State Lease No. 17056 having Coordinates of X = 1,613,950.00 and Y = 386,907.15; thence East 1,742.40 feet on the South Line of said State Lease No. 17056 to its Southeast corner and the Southwest corner of State Lease No. 17057 having Coordinates of X = 1,615,692.40 and Y = 386,907.15; thence continue East 4,707.60 feet to its Southeast corner having Coordinates of X = 1,620,400.00 and Y = 386,907.15; thence South 7,948.15 feet to a point having Coordinates of X = 1,620,400.00 and Y = 378,959.00; thence West approximately 3,635 feet to a point on the White Lake shoreline, 1942; thence Northerly and Westerly along said shoreline to a point of intersection with a Coordinate of X = 1,607,612.88; thence North approximately 9,282 feet to the Northwest corner of State Lease No. 17939 having Coordinates of X = 1,607,612.88 and Y = 392,800.00; thence along the boundaries of said State Lease No. 17939 the following: South 43 degrees 34 minutes 37 seconds East 4,638.01 feet and East 3,140.00 feet to a point of intersection with the West Line of said State Lease No. 17056 having Coordinates of X = 1,613,950.00 and Y = 389,440.00; thence South 2,532.85 feet to the Point of beginning, containing approximately **1,980 acres**, all as more particularly outlined 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 maximum primary term for any lease of this tract is three (3) years and further, the aggregate total royalty in leases from the State of Louisiana, LLOG Exploration Company, L.L.C. and Avrico, Inc. on this tract shall not equal less than twenty-five percent (25%). All leases, including the State lease shall contain a paragraph providing that, at the end of the primary term of the lease, Lessee shall release in favor of Lessor all of Lessee's right, title and interest in such lease as to all depths one

hundred feet (100') below the deepest formation producing, or deepest formation, behind pipe, capable of producing, at that time.

NOTE: The above description of the Tract nominated for lease has been provided and corrected, where required, exclusively by the nomination party. Any mineral lease selected from this Tract and awarded by the Louisiana State Mineral Board shall be without warranty of any kind, either express, implied, or statutory, including, but not limited to, the implied warranties of merchantability and fitness for a particular purpose. Should the mineral lease awarded by the Louisiana State Mineral Board be subsequently modified, cancelled or abrogated due to the existence of conflicting leases, operating agreements, private claims or other future obligations or conditions which may affect all or any portion of the leased Tract, it shall not relieve the Lessee of the obligation to pay any bonus due thereon to the Louisiana State Mineral Board, nor shall the Louisiana State Mineral Board be obligated to refund any consideration paid by the Lessor prior to such modification, cancellation, or abrogation, including, but not limited to, bonuses, rentals and royalties.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as herein above reserved.

Applicant: Mark A. O'Neal & Associates, Inc.

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other



WHITE LAKE

S.L. 17939

S.L. 17056

S.L. 17057

P.O.B.  
X=1,613,950.00  
Y=386,907.15

APPROXIMATE 1943 SHORELINE

BEAR LAKE

VERMILION  
PARISH

**TRACT 36122 - Vermilion Parish, Louisiana**

A portion of the bed and bottom of White Lake created by shoreline erosion since November of 1942, and therefore not in existence at the time Special Act No. 92 of the 1942 Regular Session of the Louisiana Legislature was enacted, claimed as one hundred percent (100%) owned by the State of Louisiana, not presently under mineral lease by the State of Louisiana on February 11, 2004 and being more particularly described as follows: Beginning at point having Coordinates of X = 1,607,612.88 and Y = 378,959.00; thence North approximately 4,559 feet to a point on the White Lake shoreline, 1942; thence Easterly and Southerly along said shoreline to a point of intersection with a Coordinate of Y = 378,959.00; thence West approximately 9,152 feet to the point of beginning, containing approximately **391 acres**, all as more particularly outlined 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: Any bid on this Tract shall contain, as additional consideration by the bidder, the obligation of the bidder, should a title dispute arise regarding this Tract and litigation ensue, to pay to the State, as same may be billed, any and all legal costs incurred by the State of Louisiana in defending its title to said Tract up to a maximum aggregate amount of one hundred fifty thousand and no/100 dollars (\$150,000.00) for all leases taken by same successful bidder in the same area. Failure to so include the additional consideration herein set forth may, at the sole discretion of the State Mineral Board, render the bid unacceptable.

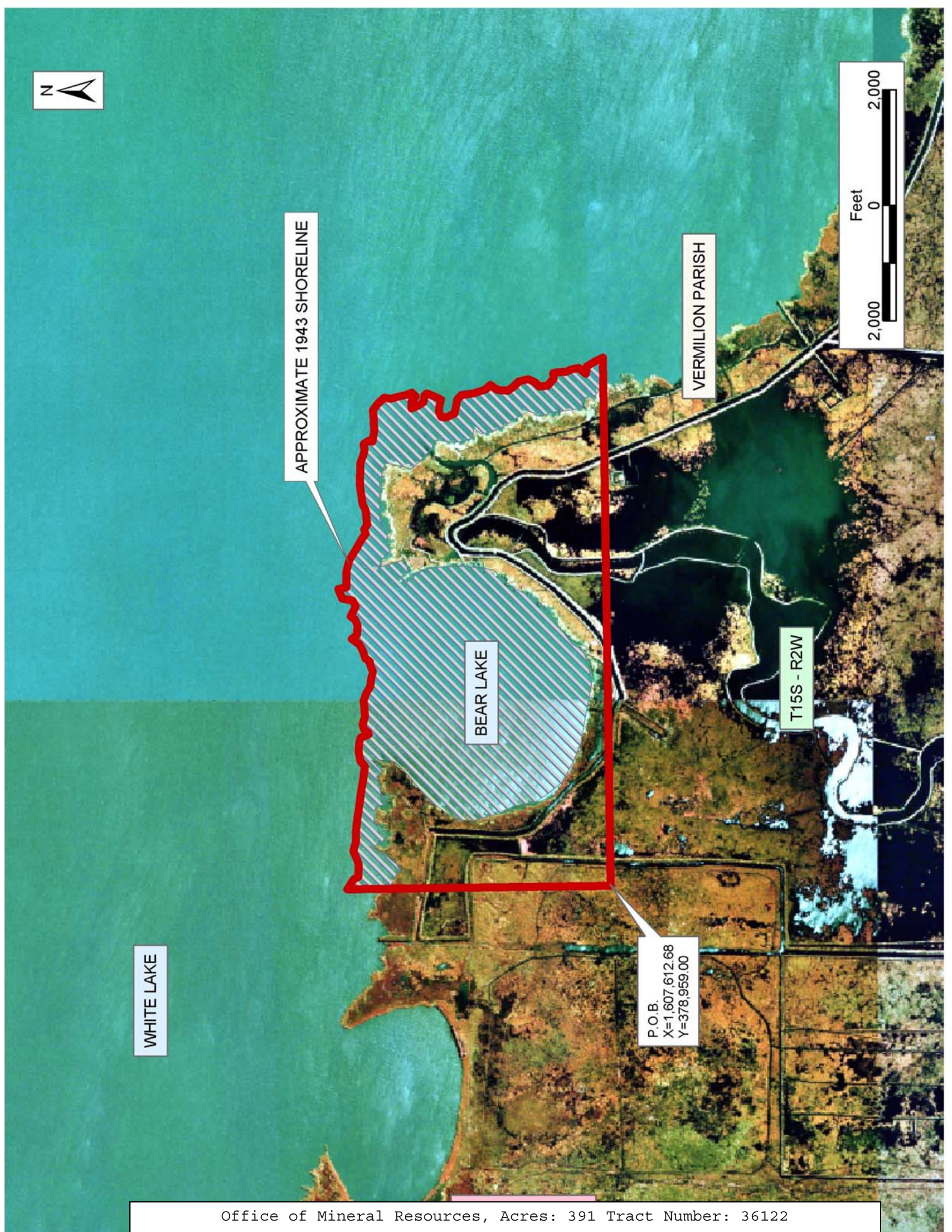
NOTE: The above description of the Tract nominated for lease has been provided and corrected, where required, exclusively by the nomination party. Any mineral lease selected from this Tract and awarded by the Louisiana State Mineral Board shall be without warranty of any kind, either express, implied, or statutory, including, but not limited to, the implied warranties of merchantability and fitness for a particular purpose. Should the mineral lease awarded by the Louisiana State Mineral Board be subsequently modified, cancelled or abrogated due to the existence of conflicting leases, operating agreements, private claims or other future obligations or conditions which may affect all or any portion of the leased Tract, it shall not relieve the Lessee of the obligation to pay any bonus due thereon to the Louisiana State Mineral Board, nor shall the Louisiana State Mineral Board be obligated to refund any consideration paid by the Lessor prior to such modification, cancellation, or abrogation, including, but not limited to, bonuses, rentals and royalties.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived

under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as herein above reserved.

Applicant: Mark A. O'Neal & Associates, Inc.

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other



APPROXIMATE 1943 SHORELINE

VERMILION PARISH



BEAR LAKE

T15S - R2W

WHITE LAKE

P.O.B.  
X=1,607,612.68  
Y=378,959.00