

# SPECIAL NOTICE

On Thursday, February 09, 2006, the Office of Mineral Resources on behalf of the State Mineral Board advertised in the "Notice of Publication," for receipt of sealed bids on or before **12:00 o'clock p.m. on Tuesday, March 07, 2006**, for State Leases to be awarded upon **Tract Nos. 38104 through 38193**, inclusive at its **March 08, 2006** Lease Sale. Within said advertisement was an incorrect description for **Tract Nos. 38159, 38160, 38162, 38163, 38164, 38165, 38168, 38168, 38171, 38172, 38174, 38175, 38176, 38177, 38178, 38179, 38180, 38181, 38182 Vermilion Parish**. By virtue of this public notice, **Tract Nos. 38159, 38160, 38162, 38163, 38164, 38165, 38168, 38168, 38171, 38172, 38174, 38175, 38176, 38177, 38178, 38179, 38180, 38181, 38182** in Vermilion Parish, Louisiana is hereby corrected as follows:

## **TRACT 38159 - 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 March 8, 2006, 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 Northeast corner of the East portion of State Lease No. 11151, as amended, having Coordinates of X = 1,610,525.43 and Y = 412,601.35; thence North 89 degrees 22 minutes 00 seconds West 2,742.71 feet along the North boundary of the East portion of said State Lease No. 11151 to its Northwest corner and a point on the Eastern boundary of State Lease No. 540, as amended having Coordinates of X = 1,607,782.88 and Y = 412,631.67; thence North 00 degrees 38 minutes 00 seconds East 1,120.90 feet and West 1,764.08 feet along the Eastern boundary of said State Lease No. 540 to the Southeast corner of the West portion of said State Lease No. 11151, as amended, having Coordinates of X = 1,606,031.19 and Y = 413,752.50; thence along the boundary of the West portion of said State Lease No. 11151 the following courses and distances: North 1,400.00 feet,

South 69 degrees 43 minutes 04 seconds East 151.05 feet, North 26 degrees 19 minutes 18 seconds West 220.75 feet, North 42 degrees 55 minutes 48 seconds West 411.10 feet, North 51 degrees 36 minutes 36 seconds West 497.58 feet, North 17 degrees 07 minutes 49 seconds East 152.78 feet, North 40 degrees 46 minutes 20 seconds East 262.10 feet and West approximately 725 feet to its intersection with the 1942 Shoreline of White Lake; thence Northeasterly, Easterly and Southeasterly along said Shoreline to a point having a Coordinate of X = 1,615,824.16; thence South approximately 10,133 feet to the most Easterly Northeast corner of said State Lease No. 540 having Coordinates of X = 1,615,824.15 and Y = 409,083.46; thence along the boundaries of said State Lease No. 540 the following courses and distances: North 89 degrees 22 minutes 00 seconds West 2,230.00 feet, North 00 degrees 38 minutes 00 seconds East 1,300.00 feet, North 89 degrees 22 minutes 00 seconds West 3,100.00 feet and North 00 degrees 38 minutes 00 seconds East 1,500.00 feet to the Southeast corner of the East portion of said State Lease No. 11151 having Coordinates of X = 1,610,525.42 and Y = 411,942.20; thence North 659.15 feet along the East boundary of the East portion of said State Lease No. 11151 to the point of beginning, containing approximately **1,672 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.

**TRACT 38160 - 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 March 8, 2006, 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 a point having Coordinates of X = 1,615,824.16 and Y = 412,731.03; thence North approximately 6,485 feet to the 1942 Shoreline of White Lake; thence Southeasterly along said Shoreline to a point having a Coordinate of Y = 412,731.03; thence West approximately 10,756 feet to the point of beginning, containing approximately **935 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.

**TRACT 38162 - 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 March 8, 2006, 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 a point on the West boundary of State Lease No. 540, as amended, having Coordinates of X = 1,603,913.00 and Y = 402,954.50; thence South 2,840.00 feet along the West boundary of said State Lease No. 540, as amended, to a point having Coordinates of X = 1,603,913.00 and Y = 400,114.50; thence West approximately 9,653 feet to the 1942 Shoreline of White Lake; thence Northerly and Northeasterly along said Shoreline to a point having a Coordinate of X = 1,599,113.00, also being the Northwest corner of said State Lease No. 540, as amended; thence along the boundary of said State Lease No. 540, as amended, the following courses and distances: South approximately 7,027 feet to a point having Coordinates of X = 1,599,113.00 and Y = 404,754.50, East 3,000.00 feet to a point having Coordinates of X = 1,602,113.00 and Y = 404,754.50, South 1,800.00 feet to a point having Coordinates of X = 1,602,113.00 and Y = 402,954.50 and East 1,800.00 feet to the point of beginning, containing approximately **1,456 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.

**TRACT 38163 - 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 March 8, 2006, 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 a point having Coordinates of X = 1,615,824.16 and Y = 412,731.03; thence East approximately 10,756 feet to the 1942 Shoreline of White Lake; thence Southeasterly along said Shoreline and the Westerly boundary of State Lease No. 18648 to a point having a Coordinate of Y = 406,080.60; thence West approximately 13,245 feet to a point on the Eastern boundary of State Lease No. 540, as amended, having Coordinates of X = 1,615,790.96 and Y = 406,080.60; thence North 00 degrees 38 minutes 00 seconds East 3,003.05 feet along the Eastern boundary of said State Lease No. 540, as amended, having Coordinates of X = 1,615,824.15 and Y = 409,083.46; thence North 3,647.57 feet to the point of beginning, containing approximately **1,927 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.

**TRACT 38164 - 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 March 8, 2006, 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 a point on the East boundary of State Lease No. 540, as amended, having Coordinates of X = 1,615,790.96 and Y = 406,080.60; thence East approximately 13,245 feet to the 1942 Shoreline of White Lake and a point on the West boundary of State Lease No. 18648; thence Southerly along said boundaries to a point having a Y = 400,924.30; thence South approximately 2,244 feet to a point having Coordinates of X = 1,629,055.74 and Y = 398,680.60; thence West 13,346.57 feet to a point on the East boundary of said State Lease No. 540 having Coordinates of X = 1,615,709.16 and Y = 398,680.60; thence North 00 degrees 38 minutes 00 seconds East 3,243.53 feet along the East boundary of said State Lease No. 540 to the Southwest corner of State Lease No. 5951, as amended, having Coordinates of X = 1,615,745.01 and Y = 401,923.92; thence along the boundaries of said State Lease No. 5951 the following: South 88 degrees 48 minutes 17 seconds East 428.09 feet, North 39 degrees 03 minutes 25 seconds East 450.73 feet to a point having Coordinates of X = 1,616,457.01 and Y = 402,265.00, thence along a curve having a radius of 2208 feet and a center at X = 1,614,820.95 and Y = 403,747.76 to a point having Coordinates of X = 1,616,911.43 and Y = 403,036.99, thence along a curve having a radius of 1108 feet and a center at X = 1,615,876.98 and Y = 403,433.96 to a point having Coordinates of X = 1,616,560.51 and Y = 404,306.00, North 51 degrees 36 minutes 33 seconds West 190.16 feet to a point having Coordinates of X = 1,616,411.46 and Y = 404,424.09, thence along a curve having a radius of 910.50 feet and a center of X = 1,615,512.95 and Y = 404,571.39 to a point having Coordinates of X = 1,616,274.20 and Y = 405,070.90, North 33 degrees 20 minutes 27 seconds East 81.52 feet, North 71 degrees 53 minutes 38 seconds West 126.26 feet to a point having Coordinates of X = 1,616,199.00 and Y = 405,178.24; thence along a curve having a radius of 3700 feet and a center at X = 1,613,199.37 and Y = 403,012.08 to a point having Coordinates of X = 1,616,080.18 and Y = 405,333.92 and West 297.47 feet to its Northwest corner and a point on the East Line of said State Lease No. 540 having Coordinates of X = 1,615,782.71 and Y = 405,333.92; thence North 00 degrees 38 minutes 00 seconds East 746.72 feet along the East Line of said State Lease No. 540 to the point of beginning, containing approximately **2,188 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.

**TRACT 38165 - 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 March 8, 2006, 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 a point having Coordinates of X = 1,629,055.74 and Y = 391,250.00; thence North approximately 9,674 feet to the 1942 Shoreline of White Lake; thence Southeasterly and Easterly to the intersection of the

Northwest corner of State Lease No. 16854; thence along the boundary of said State Lease No. 16854 the following courses and distances: South 24 degrees 37 minutes 13 seconds East approximately 4,786 feet to a point having Coordinates of X = 1,633,432.11 and Y = 394,745.00, East 1,730.29 feet to a point having Coordinates of X = 1,635,162.40 and Y = 394,745.00 and North 500.00 feet to the Southwest corner of State Lease No. 16855 having Coordinates of X = 1,635,162.40 and Y = 395,245.00; thence along the boundary of said State Lease No. 16855 the following courses and distances: East 330.00 feet, North 330.00 feet, East 330.00 feet, North 990.00 feet, West 330.00 feet, North 660.00 feet and West 330.00 feet to its Northwest corner and a point on the East Line of said State Lease No. 16854 having Coordinates of X = 1,635,162.40 and Y = 397,225.00; thence North 00 degrees 00 minutes 08 seconds West approximately 2,290 feet along the East Line of said State Lease No. 16854 to its Northeast corner and to the 1942 Shoreline of White Lake; thence Northeasterly to a point having a Coordinate of Y = 400,924.30, also being the Western tip of State Lease No. 18089; thence East 96.83 feet along the South line of said State Lease No. 18089 to a point having Coordinates of X = 1,637,700.00 and Y = 400,924.30; thence South 9,674.30 feet to the Northeast corner of said State Lease No. 18090 having Coordinates of X = 1,637,700.00 and Y = 391,250.00; thence West 8,644.27 feet to the point of beginning, containing approximately **1,345 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 Office of Mineral Resources will require a minimum bonus of \$200 per acre and a minimum aggregate royalty of 25%.

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.

**TRACT 38168 - 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 March 8, 2006, 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 a point on the West boundary of State Lease No. 540, as amended, having Coordinates of X = 1,605,713.00 and Y = 400,114.50; thence along the boundary of said State Lease No. 540, as amended, the following courses and distances: South 2,840.00 feet and South 89 degrees 22 minutes 00 seconds East 2,486.35 feet to the Northwest corner of State Lease No. 15038 having Coordinates of X = 1,608,199.20 and Y = 397,247.01; thence South 2,233.03 feet along the West line of said State Lease No. 15038 to its Southwest corner having Coordinates of X = 1,608,199.20 and Y = 395,013.99; thence continue South 3,703.25 feet to a point having Coordinates of X = 1,608,199.20 and Y = 391,310.74; thence West approximately 11,366 feet to the 1942 Shoreline of White Lake; thence Northwesterly along said Shoreline to a point having a Coordinate of Y = 400,114.50 feet; thence East approximately 9,653 feet to a point on the

West line of said State Lease No. 540, as amended, having Coordinates of X = 1,603,913.00 and Y = 400,114.50; thence continue East 1,800.00 feet along the boundary of said State Lease No. 540, as amended, to the point of beginning, containing approximately **2,396 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 Office of Mineral Resources will require a minimum bonus of \$200 per acre and a minimum aggregate royalty of 25%.

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.

**TRACT 38169 - 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 March 8, 2006, 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 a point on the East boundary of State Lease No. 540, as amended, having Coordinates of X = 1,615,709.16 and Y = 398,680.60; thence East 13,346.57 feet to a point having Coordinates of X = 1,629,055.74 and Y = 398,680.60; thence South 7,430.60 feet to a point on the North boundary of State Lease No. 18090 having Coordinates of X = 1,629,055.74 and Y = 391,250.00; thence West 6,255.74 feet along the North boundary of said State Lease No. 18090 to its Northwest corner having Coordinates of X = 1,622,800.00 and Y = 391,250.00; thence West 7,107.60 feet to a point having Coordinates of X = 1,615,692.39 and Y = 391,250.00; thence North 3,763.99 feet to the Southeast corner of State Lease No. 15038 having Coordinates of X = 1,615,692.40 and Y = 395,013.99; thence North 2,150.21 feet along the East boundary of said State Lease No. 15038 to its Northeast corner and the Southeast corner of said State Lease No. 540 having Coordinates of X = 1,615,692.40 and Y = 397,164.20; thence North 00 degrees 38 minutes 00 seconds East 1,516.49 feet along the East boundary of said State Lease No. 540 to the point of beginning, containing approximately **2,279.27 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 Office of Mineral Resources will require a minimum bonus of \$200 per acre and a minimum aggregate royalty of 25%.

**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.

**TRACT 38171 - 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 March 8, 2006, 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. 15038 having Coordinates of X = 1,608,199.20 and Y = 395,013.99; thence East 7,493.20 feet along the South line of said State Lease No. 15038 to its Southeast corner having Coordinates of X = 1,615,692.40 and Y = 395,013.99; thence South 3,763.99 feet to a point having Coordinates of X = 1,615,692.40 and Y = 391,250.00; thence East 7,107.60 feet to the Northwest corner of State Lease No. 18090 having Coordinates of X = 1,622,800.00 and Y = 391,250.00; thence South 5,484.17 feet along the West line of said State Lease No. 18090 to a point having Coordinates of X = 1,662,800.00 and Y = 385,765.83; thence West 14,600.80 feet to a point having Coordinates of X = 1,608,199.20 and Y = 385,765.83; thence North 9,248.16 feet to the point of beginning, containing approximately **2,486.00 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 Office of Mineral Resources will require a minimum bonus of \$200 per acre and a minimum aggregate royalty of 25%.

**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.

**TRACT 38172 - 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 March 8, 2006, 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 a point having Coordinates of X = 1,637,700.00 and Y = 394,718.26; thence East 11,763.60 feet to a point having Coordinates of X = 1,649,463.60 and Y = 394,718.26; thence South 7,529.73 feet to a point having Coordinates of X = 1,649,463.60 and Y = 387,188.53; thence West 11,763.60 feet to a point on the East line of State Lease 18090 having Coordinates of X = 1,637,700.00 and Y = 387,188.53; thence North 4,061.47 feet along the East line of said State Lease No. 18090 to its Northeast corner having Coordinates of X = 1,637,700.00 and Y = 391,250.00; thence continue North 3,468.26 feet to the point of beginning, containing approximately **2,033.44 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 Office of Mineral Resources will require a minimum bonus of \$200 per acre and a minimum aggregate royalty of 25%.

**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.

**TRACT 38174 - 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 March 8, 2006, 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 a point having Coordinates of X = 1,608,199.20 and Y = 391,310.74; thence South approximately 7,954 feet to the 1942 Shoreline of White Lake; thence Northwesterly along said Shoreline to a point having a Coordinate of Y = 391,310.74; thence East approximately 11,366 feet to the point of beginning, containing approximately **1,587 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 Office of Mineral Resources will require a minimum bonus of \$200 per acre and a minimum aggregate royalty of 25%.

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.

**TRACT 38175 - 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 March 8, 2006, 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 a point on the East line of State Lease No. 18090 having Coordinates of X = 1,637,700.00 and Y = 387,188.53; thence South 3,246.53 feet along the East line of said State Lease No. 18090 to its Southeast corner and the Northeast corner of State Lease No. 18091 having Coordinates of X = 1,637,700.00 and Y = 383,942.00; thence continue South 2,870.07 feet along the East line of said State Lease No. 18091 to its Southeast corner and the Northeast corner of State Lease No. 18092 and 18093 having Coordinates of X = 1,637,700.00 and Y = 381,071.93; thence South 89 degrees 57 minutes 59 seconds East 2,591.10 feet to a point having Coordinates of X = 1,640,291.10 and Y = 381,070.41; thence South 05 degrees 16 minutes 31 seconds West 4,455.28 feet to a point having Coordinates of X = 1,639,881.47 and Y = 376,634.00; thence East 3,470.93 feet to a point on the West line of State 3052, as amended having Coordinates of X = 1,643,352.40 and Y = 376,634.00; thence North 460.20 feet and East 2,101.56 feet along the West and North boundaries of said State Lease No. 3052 to the Southwest corner of State Lease No. 3050, as amended having Coordinates of X = 1,645,453.96 and Y = 377,094.20; thence along the boundary of said State Lease No. 3050 the following courses and distances: North 04 degrees 49 minutes 02 seconds East 938.60 feet to a point having Coordinates of X = 1,645,532.78 and Y = 378,029.48, North 33 degrees 42 minutes 13 seconds West 186.20 feet to a point having Coordinates of X = 1,645,429.46 and Y = 378,184.38, North 25 degrees 55 minutes 06 seconds West 206.85 feet to a point having Coordinates of X = 1,645,339.05 and Y = 378,370.42, North 23 degrees 30 minutes 41 seconds West 266.64 feet to a point having Coordinates of X = 1,645,232.68 and Y = 378,614.92, North 24 degrees 36 minutes 33 seconds West 188.44 feet to a point having Coordinates of X = 1,645,154.21 and Y = 378,786.24, North 21 degrees 15 minutes 37 seconds West 163.59 feet to a point having

Coordinates of X = 1,645,094.89 and Y = 378,938.70, North 20 degrees 42 minutes 25 seconds West 203.74 feet to a point having Coordinates of X = 1,645,022.85 and Y = 379,129.28, North 16 degrees 23 minutes 25 seconds West 259.59 feet to a point having Coordinates of X = 1,644,949.60 and Y = 379,378.32, North 15 degrees 47 minutes 59 seconds West 170.30 feet to a point having Coordinates of X = 1,644,903.23 and Y = 379,542.19, North 33 degrees 42 minutes 12 seconds East 35.81 feet to a point having Coordinates of X = 1,644,923.10 and Y = 379,571.98, North 23 degrees 33 minutes 31 seconds East 70.43 feet to a point having Coordinates of X = 1,644,951.25 and Y = 379,636.54, North 26 degrees 41 minutes 32 seconds East 40.34 feet to a point having Coordinates of X = 1,644,969.37 and Y = 379,672.58, North 13 degrees 23 minutes 51 seconds West 177.73 feet to a point having Coordinates of X = 1,644,928.19 and Y = 379,845.47, North 09 degrees 04 minutes 16 seconds West 193.58 feet to a point having Coordinates of X = 1,644,897.67 and Y = 380,036.63, North 07 degrees 07 minutes 48 seconds West 142.44 feet to a point having Coordinates of X = 1,644,879.99 and Y = 380,177.97, North 03 degrees 48 minutes 57 seconds West 106.24 feet to a point having Coordinates of X = 1,644,872.92 and Y = 380,283.97, North 02 degrees 57 minutes 43 seconds West 194.69 feet to a point having Coordinates of X = 1,644,862.86 and Y = 380,478.40, North 90.09 feet to a point having Coordinates of X = 1,644,862.86 and Y = 380,568.49, North 00 degrees 00 minutes 59 seconds East 104.17 feet to a point having Coordinates of X = 1,644,862.89 and Y = 380,672.66, North 04 degrees 16 minutes 34 seconds East 112.92 feet to a point having Coordinates of X = 1,644,871.31 and Y = 380,785.27, North 06 degrees 46 minutes 26 seconds East 310.56 feet to a point having Coordinates of X = 1,644,907.94 and Y = 381,093.66, North 04 degrees 32 minutes 10 seconds East 125.43 feet to a point having Coordinates of X = 1,644,917.86 and Y = 381,218.70, North 03 degrees 39 minutes 49 seconds East 140.07 feet to a point having Coordinates of X = 1,644,926.81 and Y = 381,358.48, North 149.22 feet to a point having Coordinates of X = 1,644,926.81 and Y = 381,507.70, North 03 degrees 16 minutes 13 seconds West 145.32 feet to a point having Coordinates of X = 1,644,918.52 and Y = 381,652.78, North 06 degrees 10 minutes 25 seconds West 154.27 feet to a point having Coordinates of X = 1,644,901.93 and Y = 381,806.15, North 06 degrees 17 minutes 30 seconds West 133.22 feet to a point having Coordinates of X = 1,644,887.33 and Y = 381,938.57, North 09 degrees 28 minutes 10 seconds West 120.53 feet to a point having Coordinates of X = 1,644,867.50 and Y = 382,057.46, North 14 degrees 44 minutes 50 seconds West 64.90 feet to a point having Coordinates of X = 1,644,850.98 and Y = 382,120.22, North 15 degrees 39 minutes 03 seconds West 85.74 feet to a point having Coordinates of X = 1,644,827.85 and Y = 382,202.78, North 19 degrees 06 minutes 10 seconds West 90.87 feet to a point having Coordinates of X = 1,644,798.11 and Y = 382,288.65, North 18 degrees 26 minutes 32 seconds West 125.34 feet to a point having Coordinates of X = 1,644,758.46 and Y = 382,407.55, North 17 degrees 49 minutes 43 seconds West 97.14 feet to a point having Coordinates of X = 1,644,728.72 and Y = 382,500.02, North 24 degrees 43 minutes 38 seconds West 87.86 feet to a point having Coordinates of X = 1,644,691.97 and Y = 382,579.82, North 26 degrees 08

minutes 31 seconds West 198.01 feet to a point having Coordinates of X = 1,644,604.73 and Y = 382,757.57, North 24 degrees 23 minutes 26 seconds West 164.18 feet to a point having Coordinates of X = 1,644,536.93 and Y = 382,907.10, North 24 degrees 38 minutes 03 seconds West 100.74 feet to a point having Coordinates of X = 1,644,494.94 and Y = 382,998.67, North 27 degrees 02 minutes 28 seconds West 209.91 feet to a point having Coordinates of X = 1,644,399.51 and Y = 383,185.63, North 23 degrees 12 minutes 42 seconds West 290.59 feet to a point having Coordinates of X = 1,644,284.98 and Y = 383,452.70, North 15 degrees 57 minutes 14 seconds West 111.11 feet to a point having Coordinates of X = 1,644,254.44 and Y = 383,559.53, North 16 degrees 30 minutes 31 seconds West 107.44 feet to a point having Coordinates of X = 1,644,223.91 and Y = 383,662.54, North 15 degrees 30 minutes 19 seconds West 72.95 feet to a point having Coordinates of X = 1,644,204.41 and Y = 383,732.83, North 08 degrees 44 minutes 59 seconds West 71.65 feet to a point having Coordinates of X = 1,644,193.51 and Y = 383,803.65, North 03 degrees 47 minutes 33 seconds West 266.24 feet to a point having Coordinates of X = 1,644,175.90 and Y = 384,069.31, North 08 degrees 08 minutes 05 seconds East 89.33 feet to a point having Coordinates of X = 1,644,188.54 and Y = 384,157.74, North 24 degrees 04 minutes 07 seconds East 226.20 feet to a point having Coordinates of X = 1,644,280.79 and Y = 384,364.27, North 37 degrees 19 minutes 13 seconds East 171.23 feet to a point having Coordinates of X = 1,644,384.60 and Y = 384,500.44, North 30 degrees 58 minutes 08 seconds East 194.94 feet to a point having Coordinates of X = 1,644,484.91 and Y = 384,667.59, North 34 degrees 42 minutes 38 seconds East 177.67 feet to a point having Coordinates of X = 1,644,586.08 and Y = 384,813.64, North 32 degrees 12 minutes 37 seconds East 179.26 feet to a point having Coordinates of X = 1,644,681.63 and Y = 384,965.31, North 35 degrees 19 minutes 34 seconds East 165.25 feet to a point having Coordinates of X = 1,644,777.18 and Y = 385,100.13, North 45 degrees 00 minutes 54 seconds East 190.71 feet to a point having Coordinates of X = 1,644,912.07 and Y = 385,234.95, North 43 degrees 24 minutes 02 seconds East 449.95 feet to a point having Coordinates of X = 1,645,221.23 and Y = 385,561.87, North 45 degrees 00 minutes 52 seconds East 139.29 feet to a point having Coordinates of X = 1,645,319.75 and Y = 385,660.34, North 54 degrees 10 minutes 49 seconds East 99.41 feet to a point having Coordinates of X = 1,645,400.36 and Y = 385,718.52, North 47 degrees 18 minutes 18 seconds East 158.41 feet to a point having Coordinates of X = 1,645,516.79 and Y = 385,825.94, North 50 degrees 50 minutes 25 seconds East 155.94 feet to a point having Coordinates of X = 1,645,637.70 and Y = 385,924.41, North 36 degrees 30 minutes 38 seconds East 136.13 feet to a point having Coordinates of X = 1,645,718.69 and Y = 386,033.82, North 42 degrees 31 minutes 18 seconds East 81.92 feet to a point having Coordinates of X = 1,645,774.06 and Y = 386,094.20, East 1,718.10 feet to a point having Coordinates of X = 1,647,492.16 and Y = 386,094.20, South 54 degrees 10 minutes 32 seconds East 60.40 feet to a point having Coordinates of X = 1,647,541.13 and Y = 386,058.85, South 53 degrees 08 minutes 39 seconds East 138.51 feet to a point having Coordinates of X = 1,647,651.96 and Y = 385,975.77, South 52 degrees 16 minutes 09 seconds East 181.01 feet to a

point having Coordinates of X = 1,647,795.12 and Y = 385,865.00, South 41 degrees 38 minutes 52 seconds East 166.76 feet to a point having Coordinates of X = 1,647,905.94 and Y = 385,740.39 and South 33 degrees 42 minutes 19 seconds East 83.72 feet to a point on the Eastern boundary of said State Lease No. 3050 having Coordinates of X = 1,647,952.40 and Y = 385,670.74; thence North 1,517.79 feet to a point having Coordinates of X = 1,647,952.40 and Y = 387,188.53; thence West 10,252.40 feet to the point of beginning, containing approximately **1,564.67 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 Office of Mineral Resources will require a minimum bonus of \$200 per acre and a minimum aggregate royalty of 25%.

**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.

**TRACT 38176 - 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 March 8, 2006, 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 a point having Coordinates of X = 1,647,952.40 and Y = 387,188.53; thence South 1,517.79 feet to the most North corner of State Lease No. 3055, as amended; thence along the boundary of said State Lease the following: Thence South 27 degrees 41 minutes 18 seconds East 245.47 feet to a point having Coordinates of X = 1,648,066.46 and Y = 385,453.38; Thence South 24 degrees 31 minutes 46 seconds East 144.04 feet to a point having Coordinates of X = 1,648,126.26 and Y = 385,322.34; Thence South 21 degrees 27 minutes 25 seconds East 138.33 feet to a point having Coordinates of X = 1,648,176.86 and Y = 385,193.60; Thence South 20 degrees 33 minutes 44 seconds East 183.07 feet to a point having Coordinates of X = 1,648,241.16 and Y = 385,022.19; Thence South 25 degrees 21 minutes 33 seconds East 147.26 feet to a point having Coordinates of X = 1,648,304.23 and Y = 384,889.12; Thence South 24 degrees 37 minutes 54 seconds East 123.28 feet to a point having Coordinates of X = 1,648,355.61 and Y = 384,777.06; Thence South 26 degrees 06 minutes 30 seconds East 127.39 feet to a point having Coordinates of X = 1,648,411.67 and Y = 384,662.67; Thence South 22 degrees 05 minutes 37 seconds East 60.06 feet to a point having Coordinates of X = 1,648,434.26 and Y = 384,607.02; Thence South 32 degrees 09 minutes 50 seconds East 139.95 feet to a point having Coordinates of X = 1,648,508.76 and Y = 384,488.55; Thence South 37 degrees 31 minutes 14 seconds East 183.50 feet to a point having Coordinates of X = 1,648,620.52 and Y = 384,343.01; Thence South 37 degrees 45 minutes 42 seconds East 132.73 feet to a point having Coordinates of X = 1,648,701.80 and Y = 384,238.08; Thence South 52 degrees 03 minutes 42 seconds East 214.72 feet to a point having Coordinates of X = 1,648,871.14 and Y = 384,106.07; Thence South 67

degrees 17 minutes 09 seconds East 179.52 feet to a point having  
Coordinates of X = 1,649,036.74 and Y = 384,036.75; Thence South 71  
degrees 34 minutes 13 seconds East 61.94 feet to a point having  
Coordinates of X = 1,649,101.20 and Y = 384,015.27; Thence South 82  
degrees 09 minutes 11 seconds East 89.87 feet to a point having  
Coordinates of X = 1,649,190.23 and Y = 384,003.00; Thence South 86  
degrees 38 minutes 00 seconds East 104.55 feet to a point having  
Coordinates of X = 1,649,294.60 and Y = 383,996.86; Thence North 86  
degrees 55 minutes 59 seconds East 172.15 feet to a point having  
Coordinates of X = 1,649,466.50 and Y = 384,0067.07; Thence North 81  
degrees 11 minutes 08 seconds East 180.18 feet to a point having  
Coordinates of X = 1,649,644.55 and Y = 384,033.68; Thence North 85  
degrees 19 minutes 01 seconds East 187.89 feet to a point having  
Coordinates of X = 1,649,831.81 and Y = 384,049.02; Thence North 85  
degrees 45 minutes 47 seconds East 83.11 feet to a point having  
Coordinates of X = 1,649,914.69 and Y = 384,055.16; Thence South 88  
degrees 40 minutes 04 seconds East 132.04 feet to a point having  
Coordinates of X = 1,650,046.69 and Y = 384,052.09; Thence South 87  
degrees 42 minutes 33 seconds East 76.80 feet to a point having  
Coordinates of X = 1,650,123.43 and Y = 384,049.02; Thence South 84  
degrees 28 minutes 42 seconds East 95.60 feet to a point having  
Coordinates of X = 1,650,218.60 and Y = 384,039.82; Thence South 68  
degrees 58 minutes 13 seconds East 42.75 feet to a point having  
Coordinates of X = 1,650,258.50 and Y = 384,024.48; Thence South 74  
degrees 45 minutes 10 seconds East 70.00 feet to a point having  
Coordinates of X = 1,650,326.04 and Y = 384,006.07; Thence South 62  
degrees 27 minutes 24 seconds East 79.62 feet to a point having  
Coordinates of X = 1,650,396.64 and Y = 383,969.25; Thence South 60  
degrees 36 minutes 10 seconds East 135.13 feet to a point having  
Coordinates of X = 1,650,514.31 and Y = 383,902.92; Thence South 51  
degrees 13 minutes 23 seconds East 111.42 feet to a point having  
Coordinates of X = 1,650,601.23 and Y = 383,833.14; Thence South 49  
degrees 24 minutes 45 seconds East 131.25 feet to a point having  
Coordinates of X = 1,650,100.90 and Y = 383,747.75; Thence South 46  
degrees 45 minutes 03 seconds East 166.16 feet to a point having  
Coordinates of X = 1,650,821.93 and Y = 383,633.90; Thence South 36  
degrees 53 minutes 05 seconds East 249.10 feet to a point having  
Coordinates of X = 1,650,971.44 and Y = 383,434.66; Thence South 35  
degrees 08 minutes 57 seconds East 234.96 feet to a point having  
Coordinates of X = I,651,106.71 and Y = 383,242.54; Thence South 28  
degrees 06 minutes 06 seconds East 273.50 feet to a point having  
Coordinates of X = 1,651,235.54 and Y = 383,001.28; Thence South 25  
degrees 52 minutes 49 seconds East 185.62 feet to a point having  
Coordinates of X = 1,651,316.56 and Y = 382,234.28; Thence South 17  
degrees 56 minutes 06 seconds East 180.85 feet to a point having  
Coordinates of X = 1,651,372.25 and Y = 382,662.22; Thence South 16  
degrees 19 minutes 18 seconds East 216.20 feet to a point having  
Coordinates of X = 1,651,433.01 and Y = 382,454.13; Thence South 04  
degrees 55 minutes 05 seconds East 127.24 feet to a point having

Coordinates of X = 1,651,443.92 and Y = 382,327.96; Thence South 00 degrees 16 minutes 30 seconds West 114.60 feet to a point having Coordinates of X = 1,651,443.37 and Y = 382,213.36; Thence South 03 degrees 30 minutes 11 seconds West 247.50 feet to a point having Coordinates of X = 1,651,428.24 and Y = 381,966.32; Thence South 06 degrees 55 minutes 31 seconds West 475.59 feet to a point on the Southern boundary of said State Lease No. 3055, as amended. having Coordinates of X = 1,651,370.90 and Y = 351,494.20; Thence West 134.00 feet along the said southern boundary of State Lease No. 3055 to a point of intersection with the North line of State Lease No. 3057, as amended; thence along the boundary of said State Lease No. 3057 the following: Southeasterly on an arc having a radius of 1,823.83 feet and a center at X = 1,649,985.11 and Y = 380,167.79 to a point having Coordinates of X = 1,651,728.58 and Y = 379,632.37, Southwesterly on an arc having a radius of 4,410.13 feet and a center at X = 1,647,429.43 and Y = 380,615.51 to a point having Coordinates of X = 1,650,744.31 and Y = 377,706.77, Southwesterly on an arc having a radius of 5,340.92 feet and a center at X = 1,646,567.64 and Y = 381,035.56 to a point having Coordinates of X = 1,650,051.33 and Y = 376,987.18, Southwesterly on an arc having a radius of 5,213.92 feet and a center at X = 1,646,680.82 and Y = 380,965.20 to a point having Coordinates of X = 1,649,021.80 and Y = 376,306.36, Southwesterly on an arc having a radius of 3,375.84 feet and a center at X = 1,647,338.99 and Y = 379,232.87 to a point having Coordinates of X = 1,647,952.42 and Y = 375,913.23, Southwesterly on an arc having a radius of 3,375.84 feet and a center at X = 1,647,338.98 and Y = 379,232.87 to an intersecting point on the Western boundary of said State Lease No. 3057 as revised having Coordinates of X = 1,647,952.40 and Y = 375,913.23; Thence South 3,920.05 feet to the 1942 Shoreline of White Lake; thence Northeasterly along said Shoreline to the Southwest corner of A0217; thence North approximately 8,292.00 feet and East 4,753.15 feet along the boundary of said A0217 to the Exxon/State ownership Boundary Line; thence along said boundary line North 04 degrees 08 minutes 46 seconds East 5,274.14 feet; thence West 10,434.47 feet to the point of beginning, containing approximately **1,753.00 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 Office of Mineral Resources will require a minimum bonus of \$200 per acre and a minimum aggregate royalty of 25%.

**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.

**TRACT 38177 - 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 March 8, 2006, 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 a point having Coordinates of X = 1,608,199.20 and Y = 385,765.83; thence East 14,600.80 feet to a point on the West line of State Lease No. 18090 having Coordinates of X = 1,622,800.00 and Y = 385,765.83; thence South 1,823.83 feet along the West line of said State Lease No. 18090 to its Southwest corner and the Northwest corner of State Lease No. 18091 having Coordinates of X = 1,622,800.00 and Y = 383,942.00; thence continue South 4,632.00 feet along the West line of said State Lease No. 18091 to the Northeast corner of State Lease No. 18200 having Coordinates of X = 1,622,800.00 and Y = 379,310.00; thence along the boundary of said State Lease No. 18200 the following courses and distances: West 643.00 feet, South 1,400.00 feet, West 1,500.00 feet, South 1,375.00 feet, West 2,100.00 feet and South approximately 283 feet to the 1942 Shoreline of White Lake; thence Northwesterly and Westerly along said Shoreline to a point having a Coordinate of X = 1,608,199.20; thence North 2,408.90 feet to the point of beginning, containing approximately **1,708 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 Office of Mineral Resources will require a minimum bonus of \$200 per acre and a minimum aggregate royalty of 25%.

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.

**TRACT 38178 - 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 March 8, 2006 and being more particularly described as follows: Beginning at a point on the North line of State Lease No. 18621 having Coordinates of X = 1,608,199.20 and Y = 377,864.00; thence North approximately 5,493 feet to the 1942 Shoreline of White Lake; thence Easterly and Southeasterly along said Shoreline to the Southwest corner of State Lease No. 18200; thence continue Southeasterly along said Shoreline and said State Lease No. 18200 to its Southeast corner having a Coordinate of X = 1,622,800.00; thence South approximately 8,923 feet to a point having Coordinates of X = 1,622,800.00 and Y = 365,223.00; thence West 4,324.00 feet to a point on the East line of said State Lease 18621 having Coordinates of X = 1,618,476.00 and Y = 365,223.00; thence along the boundary of said State Lease No. 18621 the following courses and distances: North 8,713.00 feet, North 37 degrees 15 minutes 36 seconds West 4,935.31 feet and West 7,288.80 feet to the point of beginning, containing approximately **607 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 Office of Mineral Resources will require a minimum bonus of \$300 per acre and a minimum royalty of 25%.

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.

**TRACT 38179 - 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 March 8, 2006, 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 a point on the South line of State Lease No. 18201 having Coordinates of X = 1,623,908.00 and Y = 375,284.00; thence East 8,492.00

feet and North 1,350.00 feet along boundary of said State Lease No. 18201 to its Northeast corner and a point on the South line of State Lease No. 18091 having Coordinates of X = 1,632,400.00 and Y = 376,634.00; thence East 2,194.67 feet along the South line of said State Lease No. 18091 to its Southeast corner and the Southwest corner of State Leases 18092 and 18093 having Coordinates of X = 1,634,594.67 and Y = 376,634.00; thence South 05 degrees 14 minutes 28 seconds West 838.76 feet to a point having X = 1,634,518.05 and Y = 375,798.75; thence South 89 degrees 57 minutes 59 seconds East 813.23 feet to a point having Coordinates of X = 1,635,331.28 and Y = 375,798.27; thence South approximately 9,380 feet to the 1942 Shoreline of White Lake; thence Westerly, Northeasterly and Westerly along said Shoreline to a point having a Coordinate of X = 1,623,908.00; thence North 1,282.45 feet to the point of beginning, containing approximately **1,586 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 Office of Mineral Resources will require a minimum bonus of \$200 per acre and a minimum aggregate royalty of 25%.

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.

**TRACT 38180 - 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 March 8, 2006, 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 a point having Coordinates of X = 1,635,331.28 and Y = 375,798.27; thence South 89 degrees 57 minutes 59 seconds East 4,472.78 feet to a point having Coordinates of X = 1,639,804.06 and Y = 375,795.65; thence North 05 degrees 16 minutes 31 seconds East 841.92 feet to a point having Coordinates of X = 1,639,881.47 and Y = 376,634.00; thence East 3,470.93 feet to a point on the West line of State Lease No. 3052, as amended, having Coordinates of X = 1,643,352.40 and Y = 376,634.00; thence along the boundary of said State Lease No. 3052 the following courses: South 7,376.81 feet, South 67 degrees 15 minutes 38 seconds East 556.69 feet, South 59 degrees 22 minutes 53 seconds East 569.39 feet, South 52 degrees 40 minutes 01 seconds East 1,085.10 feet, South 57 degrees 16 minutes 49 seconds East 81.25 feet to a point on the 1942 Shoreline of White Lake; thence Westerly along said Shoreline to a point having a Coordinate of X = 1,635,331.28; thence North approximately 9,380 feet to the point of beginning, containing approximately **1,804 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 Office of Mineral Resources will require a minimum bonus of \$200 per acre and a minimum aggregate royalty of 25%.

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.

**TRACT 38181 - 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 March 8, 2006 and being more particularly described as follows: Beginning at a point having Coordinates of X = 1,641,280.00 and Y = 363,628.09;

thence North approximately 3,110 feet to the 1942 Shoreline of White Lake; thence Easterly along said Shoreline to the Southwest corner of State Lease No. 3052, as amended; thence Northeasterly and Easterly along said Shoreline and said State Lease No. 3052 to its Southeast corner; thence continue Easterly along said Shoreline to the Southwest corner of A0217; thence Northeasterly along said Shoreline and said A0217 to its Southeast corner and the Exxon/State Ownership Boundary Line; thence Southerly approximately 10,147 feet to a point on the North line of State Lease No. 18055 having Coordinates of X = 1,657,520.47 and Y = 364,941.11; thence along the boundary of said State Lease No. 18055 the following courses and distances: North 85 degrees 28 minutes 09 seconds West 735.15 feet and South 04 degrees 31 minutes 52 seconds West 1,375.38 feet to a point having Coordinates of X = 1,656,678.96 and Y = 363,628.09; thence West 15,398.97 feet to the point of beginning, containing approximately **241 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 Office of Mineral Resources will require a minimum bonus of \$300 per acre and a minimum royalty of 25%.

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.

**TRACT 38182 - 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 March 8, 2006 and being more particularly described as follows: Beginning at a point having Coordinates of X = 1,622,800.00 and Y = 363,628.09; thence North approximately 10,523 feet to the 1942 Shoreline of White Lake and the Southwest corner of State Lease No. 18201; thence Southeasterly along said Shoreline and said State Lease No. 18201 to its Southeast corner; thence continue Southeasterly, Southwesterly and Easterly along said Shoreline to a point having a Coordinate of X = 1,641,280.00; thence South 3,410.00 feet to a point having Coordinates of X = 1,641,280.00 and Y = 363,628.09; thence West 18,480.00 feet to the point of beginning, containing approximately **262 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 Office of Mineral Resources will require a minimum bonus of \$300 per acre and a minimum royalty of 25%.

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.