# TRACT 35397 - St. Mary Parish, Louisiana

A portion of all state owned lands located above the mean high water mark, together with the state owned beds and bottoms of any water body which is located within the boundaries of the Atchafalaya Delta Wildlife now Management Area and not presently under mineral lease by the State of Louisiana on April 9, 2003, and more particularly located as follows: Beginning at the Southwest corner of State Lease No. 5098, as amended, having Coordinates of X = 1,995,504.27 and Y = 277,983.72; thence West 14,608.30 feet to a point on the East boundary of State Lease No. 4801, as amended, having Coordinates of X = 1,980,895.97 and Y = 277,983.72; thence North 2,870.48 feet along the said East boundary of State Lease No. 4801, as amended, to its Northeast corner having Coordinates of X = 1,980,895.97 and Y = 280,854.20; thence North 10,543.59 feet to a point having Coordinates of X = 1,980,895.97 and Y = 291,397.79; thence East 7,373.53 feet to a point having Coordinates of X = 1,988,269.50 and Y = 291,397.79; thence South 3,116.59 feet to a point on the North boundary of State Lease No.17368 having Coordinates of X = 1,988,269.50 and Y = 288,281.20; thence South 76 degrees 10 minutes 39 seconds West 5,379.28 feet along the said North boundary of State Lease No. 17368 to its Northwest corner having Coordinates of X = 1,983,046.00 and Y = 286,996.00; thence South 3,496.00 feet along the West boundary of said State Lease No. 17368 to its Southwest corner having Coordinates of X = 1,983,046.00 and Y = 283,500.00; thence East 9,872.29 feet along the South boundary of said State Lease No. 17368 to its Southeast corner on the West boundary of State Lease No. 5097, as amended, having Coordinates of X = 1,992,918.29and Y = 283,500.00; thence South 2,479.88 feet along the West boundary of said State Lease No. 5097, as amended, to its Southwest corner having Coordinates of X = 1,992,918.29 and Y = 281,020.12; thence East 1,342.95 feet along the South boundary of said State Lease No. 5097, as amended, to the Northwest corner of State Lease No. 5098, as amended, having Coordinates of X = 1,994,261.24 and Y = 281,020.12; thence South 22 degrees 15 minutes 47 seconds East 3,280.98 feet along the West boundary of said State Lease No. 5098, as amended, to the point of beginning, containing approximately 2,500.00 acres, all as more particularly outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources, as provided by the applicant. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927, (North or South Zone), where applicable.

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 mineral lease is located in the Atchafalaya Delta Wildlife Management Area under the jurisdiction of the Louisiana Department of Wildlife and Fisheries which has promulgated rules and regulations for the protection of game and wildlife on the aforesaid Tract and, therefore, shall be subject to said rules and regulations, a copy of which shall be attached to the mineral lease. In addition to the specific rules and regulations applicable, the following shall apply regarding operations under this mineral lease:

1. No activities will be allowed without written authorization of the Louisiana Department of Wildlife and Fisheries.

2. Proposed projects will be evaluated on a case by case basis. Modifications to proposed project features including but not limited to access routes, spoil placement, well sites, flowlines and appurtenant structures may be required by the Department of Wildlife and Fisheries.

3. Compliance with the Atchafalaya Delta WMA regulations will be required unless otherwise specified by the Department of Wildlife and Fisheries.

4. Compensatory mitigation will be required to offset unavoidable wetland impacts.

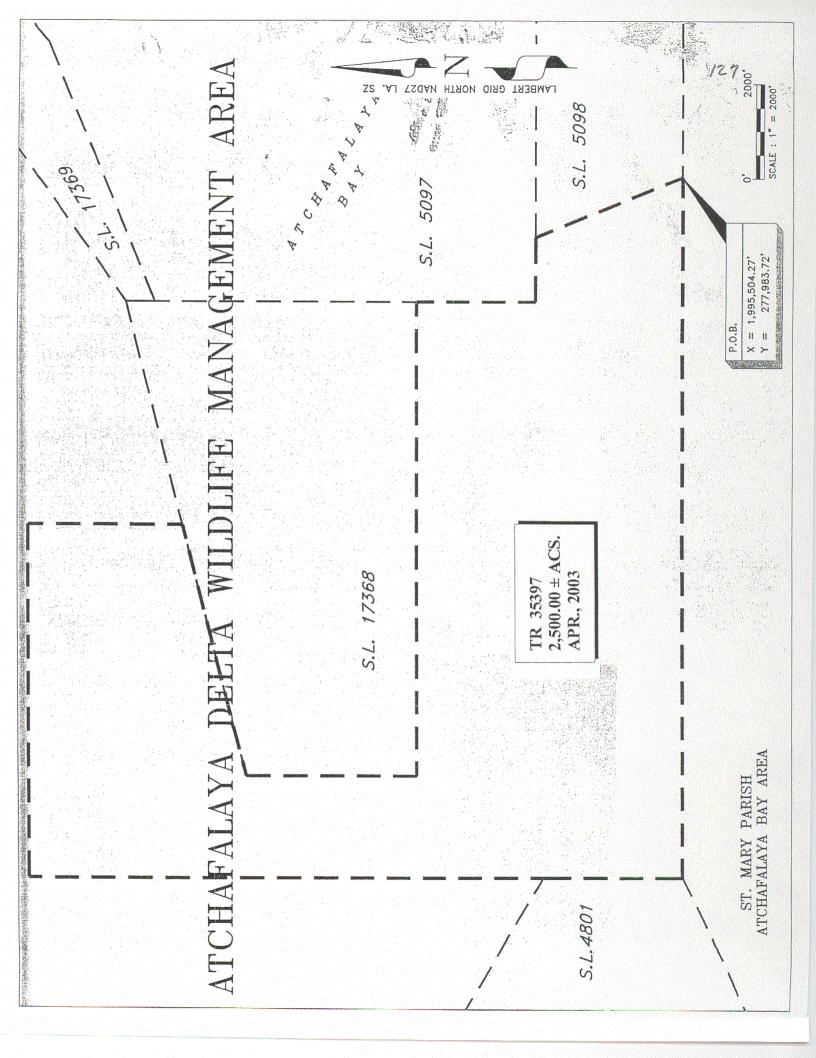
5. Removal of all structures, facilities and equipment will be required within 120 days of abandonment unless otherwise agreed to in writing by the Department of Wildlife and Fisheries.

6. No activities will be allowed during the hunting season unless authorized by the Department.

7. Prior to submitting applications for wetland permits to Federal and State permitting agencies, the leaseholder shall coordinate project details with the Department of Wildlife and Fisheries. Contact person for the Department will be Mike Windham at (504) 568-5886.

NOTE: The Department of Wildlife and Fisheries will require a minimum bonus of \$350.00 per acre and a minimum royalty of 25%.

NOTE: The Department of Wildlife and Fisheries has designated certain areas in the coastal waters of the State of Louisiana as Oyster Seed Bed Areas. The exact location of those Seed Bed Areas must be obtained from the Department of Wildlife and Fisheries and any work done under a mineral lease from the State of Louisiana may necessarily be conducted in conformity with the rules and regulations promulgated by the said Department of Wildlife and Fisheries for Oyster Seed Bed Areas. 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 35398 - St. Mary Parish, Louisiana

A portion of all state owned lands located above the mean high water mark, together with the state owned beds and bottoms of any water body which is located within the boundaries of the Atchafalaya Delta Wildlife now Management Area and not presently under mineral lease by the State of Louisiana on April 9, 2003, and more particularly located as follows: Beginning at a point on the East boundary of State Lease No. 17369 having Coordinates of X = 2,005,842.70 and Y = 296,613.90; thence North 16 degrees 08 minutes 23 seconds West 1,484.62 feet along the said East State Lease No. 17369 to its Northeast corner boundary of having Coordinates of X = 2,005,430.00 and Y = 298,040.00; thence South 55 degrees 27 minutes 02 seconds West 15,190.82 feet along the North boundary of said State Lease No. 17369 to its Northwest corner, also being the Northeast corner of State Lease No. 17368 having Coordinates of X =1,992,918.29 and Y = 289,425.00; thence South 76 degrees 10 minutes 39 seconds West 4,787.43 feet along the North boundary of said State Lease No. 17368 to a point having Coordinates of X = 1,988,269.50 and Y =288,281.20; thence North 8,443.91 feet to a point having Coordinates of X = 1,988,269.50 and Y = 296,725.11; thence North 74 degrees 00 minutes 00 seconds East 10,269.12 feet to a point having Coordinates of Х = 1,998,140.81 and Y = 299,555.66; thence North 86 degrees 42 minutes 06 2,240.30 seconds East feet to a point having Coordinates of Х = 2,000,377.40 and Y = 299,684.56; thence South 77 degrees 53 minutes 31 seconds East 629.54 feet to a point having Coordinates of X = 2,000,992.93 and Y = 299,552.51; thence South 86 degrees 17 minutes 32 seconds East 1,256.00 feet to a point having Coordinates of X = 2,002,246.30 and Y =299,471.29; thence South 88 degrees 39 minutes 24 seconds East 1,443.48 feet to a point having Coordinates of X = 2,003,689.38 and Y = 299,437.45; thence South 69 degrees 12 minutes 25 seconds East 964.44 feet to a point having Coordinates of X = 2,004,591.00 and Y = 299,095.08; thence South 60 24 seconds East 975.95 feet degrees 52 minutes to а point having Coordinates of X = 2,005,443.54 and Y = 298,620.04;thence South 88 380.02 feet degrees 40 minutes 50 seconds East to а point having Coordinates of X 2,005,823.46 and Y = 298,611.29;thence South 36 = degrees minutes 04 seconds East 871.04 feet 36 to а point having 2,006,342.81 and Y = 297,912.01; Coordinates of X = thence South 23 692.95 degrees 40 minutes 48 seconds West feet point having to а thence South Coordinates of X = 2,006,064.50 and Y = 297,277.40;08 250.44 degrees 20 minutes 02 seconds West feet to a point having of X 2,006,028.20 and Y = 297,029.60;Coordinates = thence South 19 384.25 degrees 18 minutes 28 seconds East feet to a point having Coordinates 2,006,155.25 and Y = 296,666.96;of Х = thence South 50 degrees 01 minutes 16 seconds East 352.09 feet to a point having Coordinates of X = 2,006,425.05 and Y = 296,440.74;thence North 73

degrees 26 minutes 24 seconds West 607.55 feet to the point of beginning, LESS AND EXCEPT all that portion of the above described tract that may lie outside the boundaries of the Atchafalaya Delta Wildlife Management Area, containing approximately 2,500.00 acres, all as more particularly outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources, as provided by the applicant. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927, (North or South Zone), where applicable.

NOTE: The above description of the Tract nominated for lease has been provided and corrected, where required, exclusively by the nomination Any mineral lease selected from this Tract and awarded by the party. 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 mineral lease is located in the Atchafalaya Delta Wildlife Management Area under the jurisdiction of the Louisiana Department of Wildlife and Fisheries which has promulgated rules and regulations for the protection of game and wildlife on the aforesaid Tract and, therefore, shall be subject to said rules and regulations, a copy of which shall be attached to the mineral lease. In addition to the specific rules and regulations applicable, the following shall apply regarding operations under this mineral lease:

1. No activities will be allowed without written authorization of the Louisiana Department of Wildlife and Fisheries.

2. Proposed projects will be evaluated on a case by case basis. Modifications to proposed project features including but not limited to access routes, spoil placement, well sites, flowlines and appurtenant structures may be required by the Department of Wildlife and Fisheries.

3. Compliance with the Atchafalaya Delta WMA regulations will be required unless otherwise specified by the Department of Wildlife and Fisheries.

4. Compensatory mitigation will be required to offset unavoidable wetland impacts.

5. Removal of all structures, facilities and equipment will be required within 120 days of abandonment unless otherwise agreed to in writing by the Department of Wildlife and Fisheries.

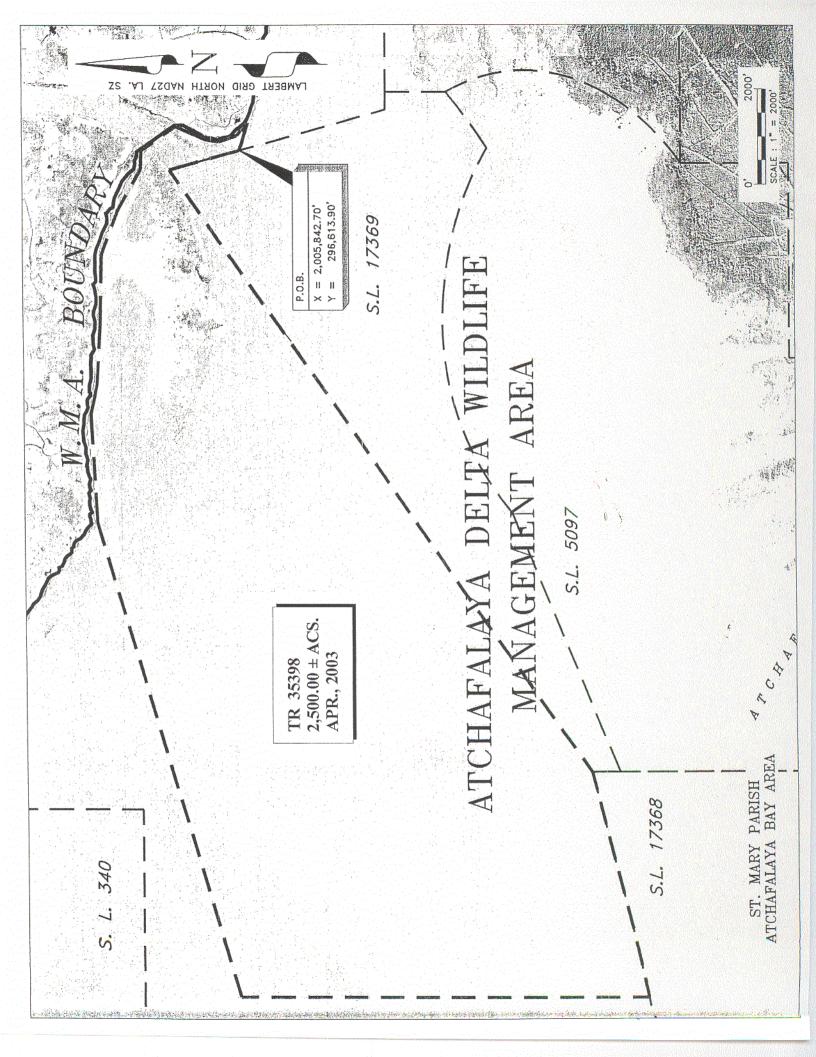
6. No activities will be allowed during the hunting season unless authorized by the Department.

7. Prior to submitting applications for wetland permits to Federal and State permitting agencies, the leaseholder shall coordinate project details with the Department of Wildlife and Fisheries. Contact person for the Department will be Mike Windham at (504) 568-5886.

NOTE: The Department of Wildlife and Fisheries will require a minimum bonus of \$350.00 per acre and a minimum royalty of 25%.

NOTE: The Department of Wildlife and Fisheries has designated certain areas in the coastal waters of the State of Louisiana as Oyster Seed Bed Areas. The exact location of those Seed Bed Areas must be obtained from the Department of Wildlife and Fisheries and any work done under a mineral lease from the State of Louisiana may necessarily be conducted in conformity with the rules and regulations promulgated by the said Department of Wildlife and Fisheries for Oyster Seed Bed Areas.

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 35399 - St. Mary Parish, Louisiana

A portion of all state owned lands located above the mean high water mark, together with the state owned beds and bottoms of any water body which is located within the boundaries of the Atchafalaya Delta Wildlife now Management Area and not presently under mineral lease by the State of Louisiana on April 9, 2003, and more particularly located as follows: Beginning at a point having Coordinates of X = 2,012,981.00 and Y = 277,983.57; thence West 12,201.21 feet to the Southeast corner of State Lease No. 5098, as amended, having Coordinates of X = 2,000,779.79 and Y = 277,983.57; thence North 3,036.55 feet along the East boundary of said State Lease No. 5098, as amended, to its Northeast corner on the South boundary of State Lease No. 5097, as amended, having Coordinates of X = 2,000,779.79 and Y = 281,020.12; thence along the Southern and Eastern boundaries of said State Lease No. 5097, as amended, the following feet to a corner having Coordinates courses: East 778.06 of Х = 2,001,557.85 and Y = 281,020.12; North 4,291.01 feet to a corner having Coordinates of X = 2,001,557.85 and Y = 285,311.13; East 4,000.00 feet to a corner having Coordinates of X = 2,005,557.85 and Y = 285,311.13; North 2,216.66 feet to a corner, also being the Southwest corner of State lease No. 17370 having Coordinates of X = 2,005,557.85 and Y = 287,527.79; thence East 4,072.15 feet along the South boundary of said State Lease No. 17370 to its Southeast corner having Coordinates of X = 2,009,630.00 and Y = 287,527.79; thence North 41 degrees 21 minutes 17 seconds East 5,071.75 feet along the East boundary of said State Lease No. 17370 to a point having Coordinates of X = 2,012,981.00 and Y = 291,334.82; thence South 13,351.25 feet to the point of beginning, containing approximately 2,500.00 acres, all as more particularly outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources, as provided by the applicant. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927, (North or South Zone), where applicable.

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 mineral lease is located in the Atchafalaya Delta Wildlife Management Area under the jurisdiction of the Louisiana Department of Wildlife and Fisheries which has promulgated rules and regulations for the protection of game and wildlife on the aforesaid Tract and, therefore, shall be subject to said rules and regulations, a copy of which shall be attached to the mineral lease. In addition to the specific rules and regulations applicable, the following shall apply regarding operations under this mineral lease:

1. No activities will be allowed without written authorization of the Louisiana Department of Wildlife and Fisheries.

2. Proposed projects will be evaluated on a case by case basis. Modifications to proposed project features including but not limited to access routes, spoil placement, well sites, flowlines and appurtenant structures may be required by the Department of Wildlife and Fisheries.

3. Compliance with the Atchafalaya Delta WMA regulations will be required unless otherwise specified by the Department of Wildlife and Fisheries.

4. Compensatory mitigation will be required to offset unavoidable wetland impacts.

5. Removal of all structures, facilities and equipment will be required within 120 days of abandonment unless otherwise agreed to in writing by the Department of Wildlife and Fisheries.

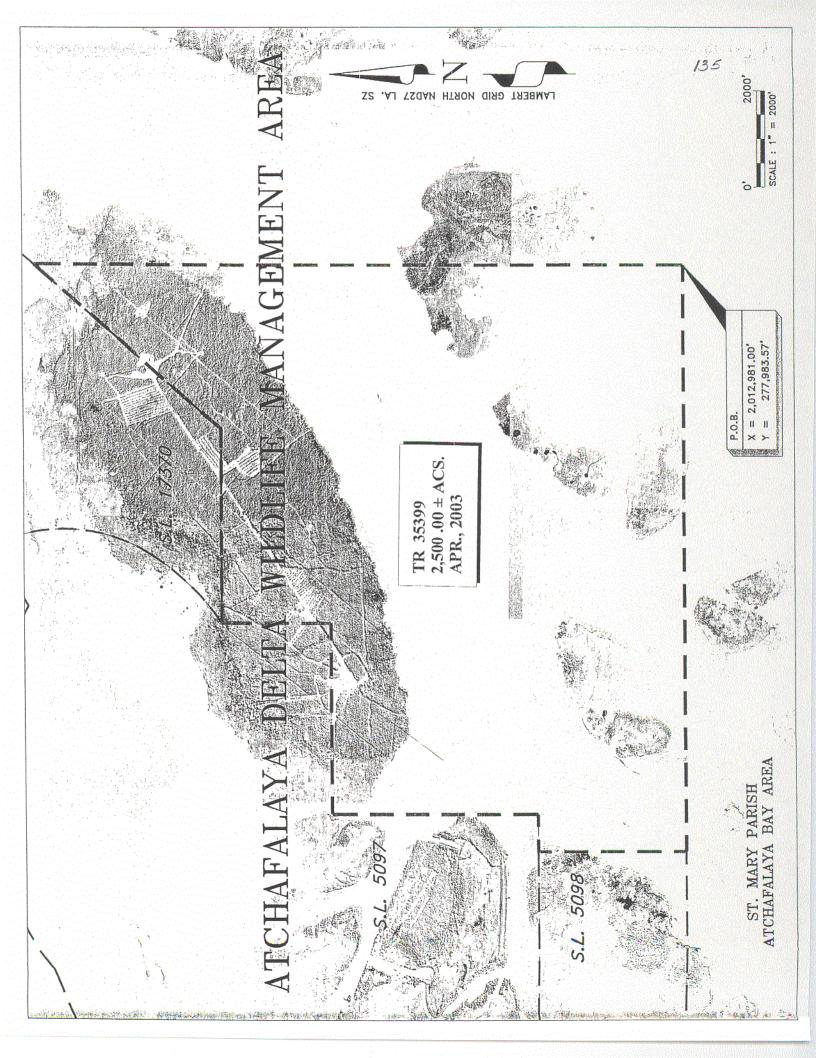
6. No activities will be allowed during the hunting season unless authorized by the Department.

7. Prior to submitting applications for wetland permits to Federal and State permitting agencies, the leaseholder shall coordinate project details with the Department of Wildlife and Fisheries. Contact person for the Department will be Mike Windham at (504) 568-5886.

NOTE: The Department of Wildlife and Fisheries will require a minimum bonus of \$350.00 per acre and a minimum royalty of 25%.

NOTE: The Department of Wildlife and Fisheries has designated certain areas in the coastal waters of the State of Louisiana as Oyster Seed Bed Areas. The exact location of those Seed Bed Areas must be obtained from the Department of Wildlife and Fisheries and any work done under a mineral lease from the State of Louisiana may necessarily be conducted in conformity with the rules and regulations promulgated by the said Department of Wildlife and Fisheries for Oyster Seed Bed Areas.

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 35400 - St. Mary and Terrebonne Parishes, Louisiana

A portion of all state owned lands located above the mean high water mark, together with the state owned beds and bottoms of any water body which is located within the boundaries of the Atchafalaya Delta Wildlife now Management Area and not presently under mineral lease by the State of Louisiana on April 9, 2003, and more particularly located as follows: Beginning at a point on the East boundary of State Lease No. 17369 having Coordinates of X = 2,005,842.70 and Y = 296,613.90; thence South 73 degrees 26 minutes 24 seconds East 6,421.02 feet to a point having Coordinates of X = 2,011,997.39 and Y = 294,783.80; thence North 85 degrees 07 minutes 20 seconds East 1,278.97 feet to a point having Coordinates of X = 2,013,271.73 and Y = 294,892.55;thence North 62 degrees 17 minutes 57 seconds East 3,219.40 feet to a point having Coordinates of X = 2,016,122.14 and Y = 296,389.11; thence North 23 dearees 13 minutes 12 seconds East 1,417.21 feet to a point having X = 2,016,680.89 and Y = 297,691.52;Coordinates of thence South 53 degrees 53 minutes 35 seconds East 6,129.53 feet to a point having of X = 2,021,633.05 and Y = 294,079.42; thence South Coordinates 05 degrees 09 minutes 11 seconds East 2,003.74 feet to a point having of X = 2,021,813.02 and Y = 292,083.78; thence South Coordinates 23 1,056.24 feet to a point 35 minutes 03 seconds East degrees having Coordinates of X = 2,022,235.62 and Y = 291,115.76; thence South 44 30 minutes 48 seconds East 1,598.86 feet to a point having dearees X = 2,023,356.54 and Y = 289,975.63; thence South Coordinates of 15 32 minutes 20 seconds East 1,521.49 feet to a point having degrees Coordinates of X = 2,023,764.14 and Y = 288,509.75; thence South 07 degrees 57 minutes 56 seconds East 1,911.88 feet to a point having Coordinates of X = 2,024,029.08 and Y = 286,616.32; thence South 881.36 feet to a point having Coordinates of X = 2,024,029.08 and Y = 285,734.96; 11,048.08 feet to a point having Coordinates of thence West X = 2,012,981.00 and Y = 285,734.96; thence North 5,599.86 feet to a point on the Eastern boundary of State Lease No. 17370 having Coordinates of X = 2,012,981.00 and Y = 291,334.82; thence North 41 degrees 21 minutes 17 seconds East 3,055.76 feet along the said Eastern boundary of State Lease No. 17370 to its Northeast corner having Coordinates of X = 2,015,000.00 and Y = 293,628.58; thence West 7,922.97 feet along the North boundary of said State Lease No. 17370 to its Northwest corner, also being the most Southern Northeast corner of State Lease No. 17369 having Coordinates of X = 2,007,077.03 and Y = 293,628.58; thence West 370.42 feet along the most Southern North boundary of said State lease No. 17369 to a corner having Coordinates of X = 2,006,706.61 and Y = 293,628.58; thence North 16 degrees 08 minutes 23 seconds West 3,107.81 feet along the East boundary of said State Lease No. 17369 to the point of beginning, LESS AND EXCEPT all that portion of the above described tract that may lie outside the

boundaries of the Atchafalaya Delta Wildlife Management Area, containing approximately **2,500.00 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, (North or South Zone), where applicable.

NOTE: The above description of the Tract nominated for lease has been provided and corrected, where required, exclusively by the nomination Any mineral lease selected from this Tract and awarded by the party. 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 by the Lessor prior to such modification, cancellation, paid or abrogation, including, but not limited to, bonuses, rentals and royalties.

NOTE: The mineral lease is located in the Atchafalaya Delta Wildlife Management Area under the jurisdiction of the Louisiana Department of Wildlife and Fisheries which has promulgated rules and regulations for the protection of game and wildlife on the aforesaid Tract and, therefore, shall be subject to said rules and regulations, a copy of which shall be attached to the mineral lease. In addition to the specific rules and regulations applicable, the following shall apply regarding operations under this mineral lease:

1. No activities will be allowed without written authorization of the Louisiana Department of Wildlife and Fisheries.

2. Proposed projects will be evaluated on a case by case basis. Modifications to proposed project features including but not limited to access routes, spoil placement, well sites, flowlines and appurtenant structures may be required by the Department of Wildlife and Fisheries.

3. Compliance with the Atchafalaya Delta WMA regulations will be required unless otherwise specified by the Department of Wildlife and Fisheries.

4. Compensatory mitigation will be required to offset unavoidable wetland impacts.

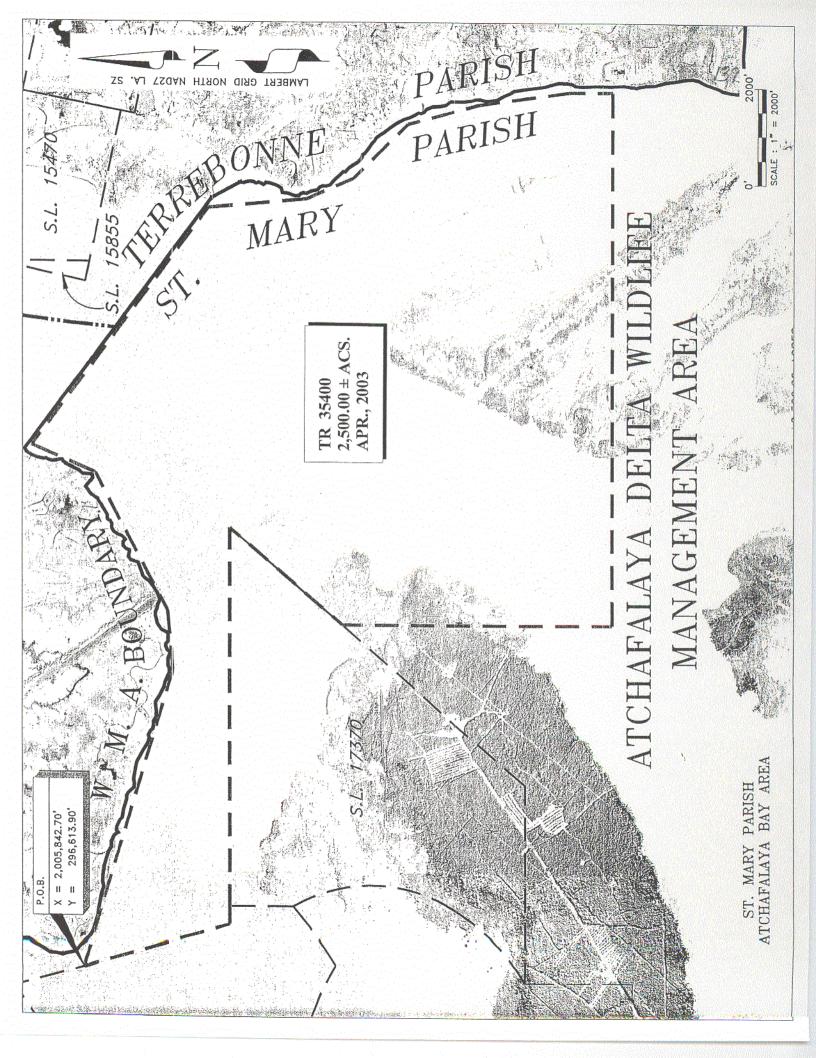
5. Removal of all structures, facilities and equipment will be required within 120 days of abandonment unless otherwise agreed to in writing by the Department of Wildlife and Fisheries.

6. No activities will be allowed during the hunting season unless authorized by the Department.

7. Prior to submitting applications for wetland permits to Federal and State permitting agencies, the leaseholder shall coordinate project details with the Department of Wildlife and Fisheries. Contact person for the Department will be Mike Windham at (504) 568-5886. NOTE: The Department of Wildlife and Fisheries will require a minimum bonus of \$350.00 per acre and a minimum royalty of 25%.

NOTE: The Department of Wildlife and Fisheries has designated certain areas in the coastal waters of the State of Louisiana as Oyster Seed Bed Areas. The exact location of those Seed Bed Areas must be obtained from the Department of Wildlife and Fisheries and any work done under a mineral lease from the State of Louisiana may necessarily be conducted in conformity with the rules and regulations promulgated by the said Department of Wildlife and Fisheries for Oyster Seed Bed Areas.

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 Commissions, for the and 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 35401 - St. Mary and Terrebonne Parishes, Louisiana

A portion of all state owned lands located above the mean high water mark, together with the state owned beds and bottoms of any water body which is located within the boundaries of the Atchafalaya Delta Wildlife now Management Area and not presently under mineral lease by the State of Louisiana on April 9, 2003, and more particularly located as follows: Beginning at a point having Coordinates of X = 2,012,981.00 and Y = 277,983.57; thence North 7,751.39 feet to a point having Coordinates of X = 2,012,981.00 and Y = 285,734.96; thence East 11,048.08 feet to a point having Coordinates of X = 2,024,029.08 and Y = 285,734.96; thence South 03 degrees 08 minutes 02 seconds West 2,879.80 feet to a point having Coordinates of X = 2,023,871.64 and Y = 282,859.47; thence North 89 degrees 49 minutes 17 seconds East 2,389.48 feet to a point having Coordinates of X = 2,026,261.11 and Y = 282,866.92; thence South 66 degrees 23 minutes 31 seconds East 2,679.82 feet to a point having of X = 2,028,716.65 and Y = 281,793.71; thence South Coordinates 52 degrees 30 minutes 34 seconds East 672.10 feet to a point having Coordinates of X = 2,029,249.93 and Y = 281,384.65; thence South 3,401.08 feet to a point having Coordinates of X = 2,029,249.93 and Y = 277,983.57; thence West 16,268.93 feet to the point of beginning, LESS AND EXCEPT all that portion of the above described tract lying outside the boundaries of the Atchafalaya Delta Wildlife Management Area, containing approximately 2,500.00 acres, all as more particularly outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources, as provided by the applicant. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927, (North or South Zone), where applicable.

NOTE: The above description of the Tract nominated for lease has been provided and corrected, where required, exclusively by the nomination Any mineral lease selected from this Tract and awarded by the party. 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 prior to such modification, cancellation, paid by the Lessor or abrogation, including, but not limited to, bonuses, rentals and royalties.

NOTE: The mineral lease is located in the Atchafalaya Delta Wildlife Management Area under the jurisdiction of the Louisiana Department of Wildlife and Fisheries which has promulgated rules and regulations for the protection of game and wildlife on the aforesaid Tract and, therefore, shall be subject to said rules and regulations, a copy of which shall be attached to the mineral lease. In addition to the specific rules and regulations applicable, the following shall apply regarding operations under this mineral lease:

1. No activities will be allowed without written authorization of the Louisiana Department of Wildlife and Fisheries.

2. Proposed projects will be evaluated on a case by case basis. Modifications to proposed project features including but not limited to access routes, spoil placement, well sites, flowlines and appurtenant structures may be required by the Department of Wildlife and Fisheries.

3. Compliance with the Atchafalaya Delta WMA regulations will be required unless otherwise specified by the Department of Wildlife and Fisheries.

4. Compensatory mitigation will be required to offset unavoidable wetland impacts.

5. Removal of all structures, facilities and equipment will be required within 120 days of abandonment unless otherwise agreed to in writing by the Department of Wildlife and Fisheries.

6. No activities will be allowed during the hunting season unless authorized by the Department.

7. Prior to submitting applications for wetland permits to Federal and State permitting agencies, the leaseholder shall coordinate project details with the Department of Wildlife and Fisheries. Contact person for the Department will be Mike Windham at (504) 568-5886.

NOTE: The Department of Wildlife and Fisheries will require a minimum bonus of \$350.00 per acre and a minimum royalty of 25%.

NOTE: The Department of Wildlife and Fisheries has designated certain areas in the coastal waters of the State of Louisiana as Oyster Seed Bed Areas. The exact location of those Seed Bed Areas must be obtained from the Department of Wildlife and Fisheries and any work done under a mineral lease from the State of Louisiana may necessarily be conducted in conformity with the rules and regulations promulgated by the said Department of Wildlife and Fisheries for Oyster Seed Bed Areas.

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.

