

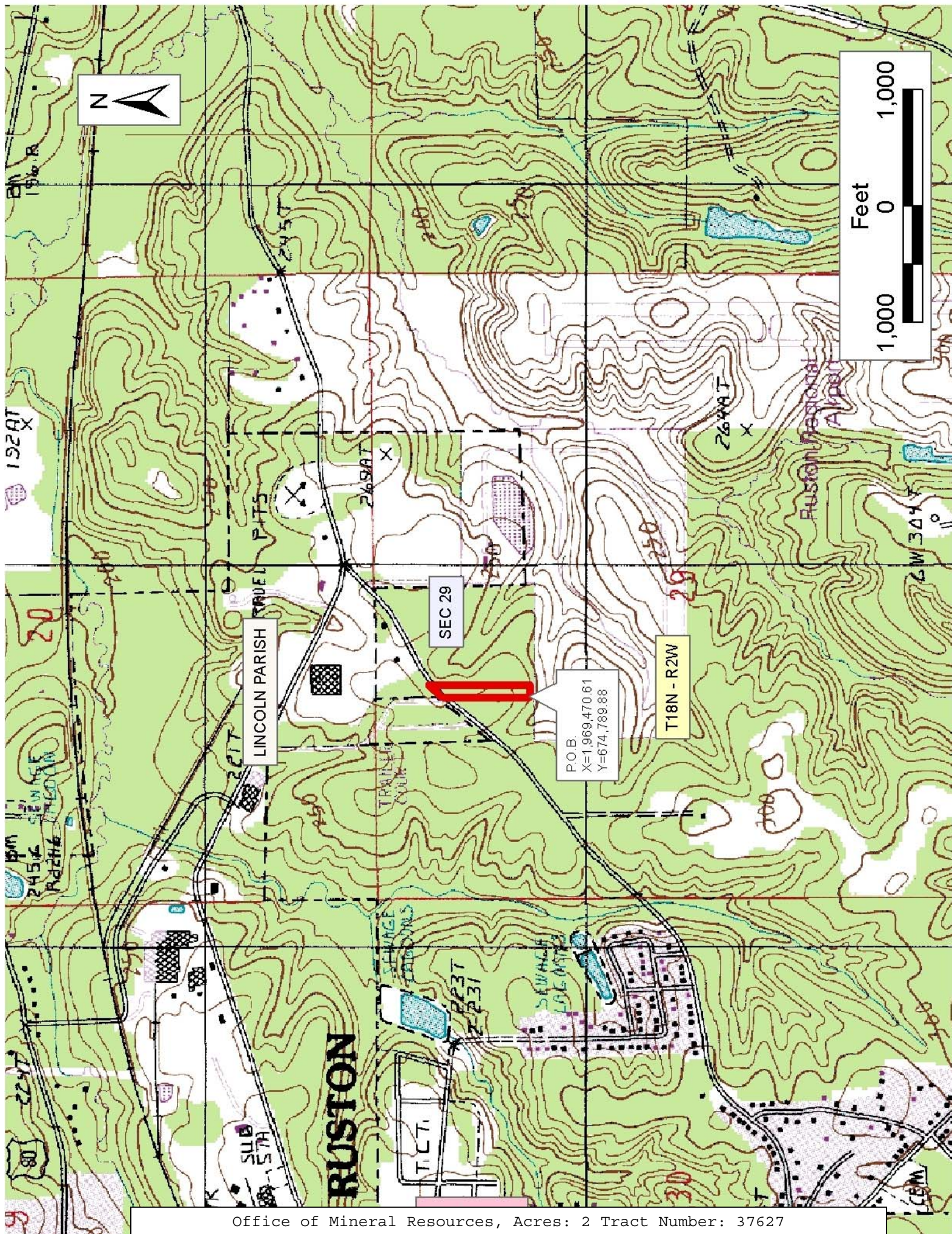
TRACT 37627 - Lincoln Parish, Louisiana

All of the land adjudicated to and acquired by the State of Louisiana in and through a proper tax sale, including surface and mineral rights, owned by and not already under valid mineral lease from the State of Louisiana on July 13, 2005, situated in Lincoln Parish, Louisiana, and being more fully described as follows: A certain tract of land being adjudicated to the Parish of Lincoln, Louisiana, for non-payment of taxes by instrument dated June 6, 1997, recorded in Conveyance Book 989, Page 282, Entry No. 89588, records of the Clerk of Court, Lincoln Parish, Louisiana, lying and being situated in the Northeast Quarter of the Northwest Quarter (NE4 of NW4) of Section 29, Township 18 North, Range 2 West, more particularly described as follows: Commencing at the Southwest corner of the Northeast Quarter of the Northwest Quarter, Section 29, Township 18 North, Range 2 West, Lincoln Parish, Louisiana (a 5/8 inch rebar); thence run East along the South line of said Northeast Quarter of Northwest Quarter for a distance of 416.79 feet to the point of beginning; from said point of beginning run North for a distance of 754.49 feet to a point in the center of Lincoln Parish Road No. 142; thence run North 42 degrees 48 minutes 57 seconds East along the center line of said road for a distance of 149.67 feet to a point; thence run North 54 degrees 29 minutes 23 seconds East along said center line for a distance of 6.60 feet to a railroad spike; thence leaving said center line, run South for a distance of 868.12 feet to a 1/2 inch rod; thence run West for a distance of 107.00 feet back to the point of beginning; containing **2.00 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 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.

Bidder	Cash Payment	Price/ Acre	Rental	Oil	Gas	Other

Applicant: NAVVY CORP.



TRACT 37628 - Lincoln Parish, Louisiana

All of the land adjudicated to and acquired by the State of Louisiana in and through a proper tax sale, including surface and mineral rights, owned by and not already under valid mineral lease from the State of Louisiana on July 13, 2005, situated in Lincoln Parish, Louisiana, and being more fully described as follows: Being a 0.86 acre tract adjudicated to the Parish of Lincoln, Louisiana for unpaid taxes, by instrument dated June 6, 1997, recorded in Conveyance Book 989, Page 334, Entry Number E-89639 of the official records of the Clerk of Court of Lincoln Parish, Louisiana. Said tract situated in the Northeast Quarter of the Southeast Quarter (NE 1/4 of SE 1/4) of Section 33, Township 18 North, Range 2 West, Lincoln Parish, Louisiana, recorded in Conveyance 43, Page 392, Entry No. N-116271, records of the Clerk of Court, Lincoln Parish, Louisiana described as follows: Commence at the Northwest corner of the Northeast Quarter of the Southeast Quarter (NE 1/4 of SE 1/4) of Section 33, Township 18 North, Range 2 West, this being also the point of beginning, thence South 67 degrees 00 minutes 30 seconds East 513 feet to a dirt road; thence Northerly approximately 219 feet along said road to the North line of the Northeast Quarter of the Southeast Quarter (NE 1/4 of SE 1/4); thence Westerly to the point of beginning **LESS AND EXCEPT**, 0.42 acres, more or less, described in that certain Deed recorded in Conveyance Book 43, Page 393, Entry Number N-116272, records of the Clerk of Court, Lincoln Parish, Louisiana, and being further described as follows: Beginning at the Northwest corner of the Northeast Quarter of the Southeast Quarter (NE 1/4 of SE 1/4) of Section 33, Township 18 North, Range 2 West, thence South 67 degrees 00 minutes 30 seconds East 513 feet to a dirt road; thence Northerly along said dirt road a distance of 75 feet; thence North 75 degrees 20 minutes 00 seconds West 509 feet to the point of beginning, leaving approximately **0.86 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 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.

Applicant: NAVVY CORP.

Bidder	Cash Payment	Price/ Acre	Rental	Oil	Gas	Other

TRACT 37629 - Caddo Parish, Louisiana

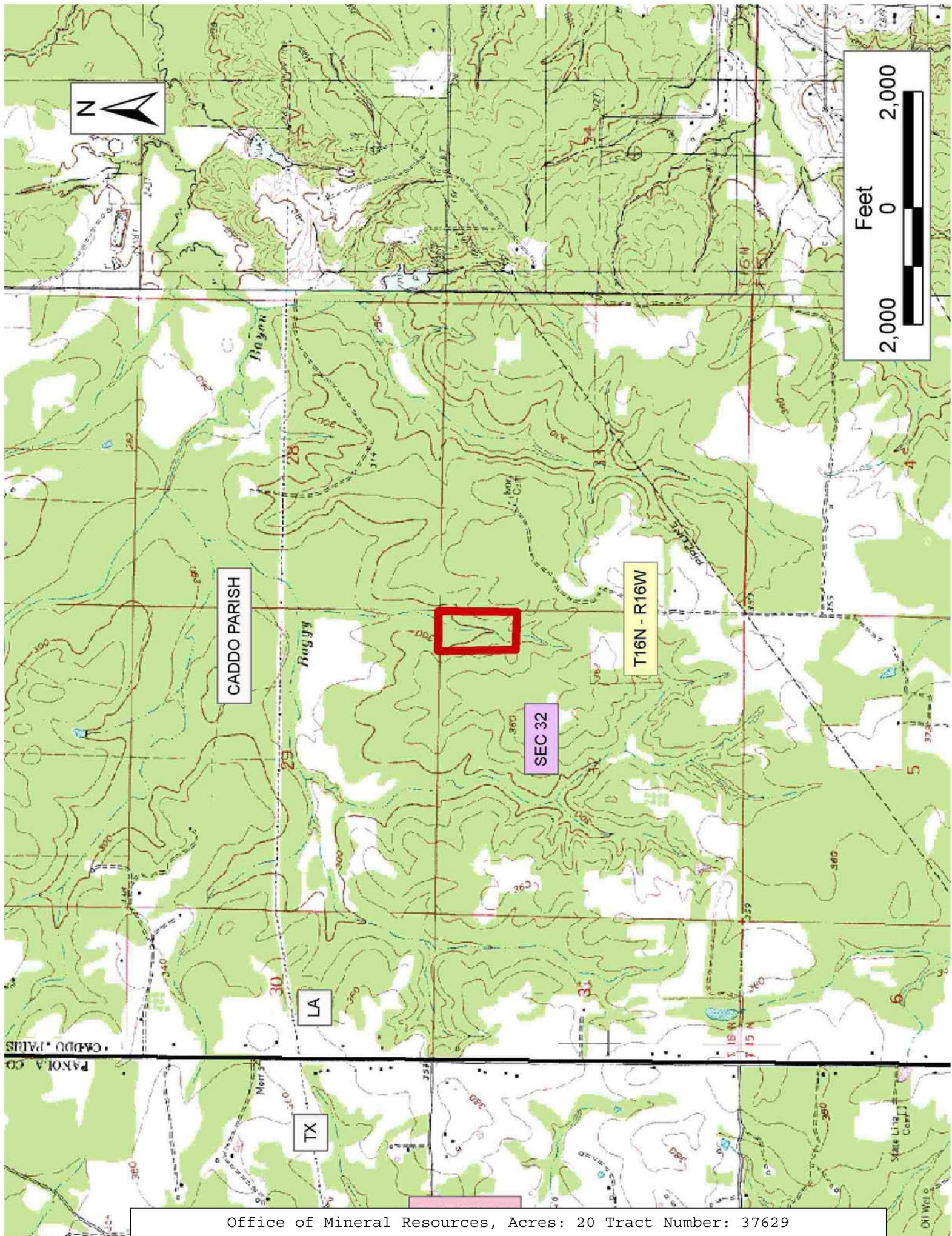
All of the mineral rights only under land adjudicated to and acquired by the State of Louisiana in and through a proper tax sale, and subsequently alienated by the State which retained the mineral rights thereto, and which is not under valid mineral lease from the State of Louisiana on July 13, 2005, situated in Caddo Parish, Louisiana, and being more fully described as follows: That certain tract of land being the East Half of the Northeast of the Northeast Quarter, Section 32, Township 16 North, Range 16 West, Caddo Parish, Louisiana, being the same property that was adjudicated to the State of Louisiana for nonpayment of taxes for the year 1920, in the name of Susan W. Davidson and sold to Dan C. Griffin, June 25, 1949, containing approximately **20.00 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 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: There shall be no surface operations on this tract.

Applicant: PROLAND, LLC

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other



TRACT 37630 - St. Bernard Parish, Louisiana

All of the mineral rights only under land adjudicated to and acquired by the State of Louisiana in and through a proper tax sale, and subsequently alienated by the State which retained the mineral rights thereto, and which is not under valid mineral lease from the State of Louisiana on July 13, 2005, situated in St. Bernard Parish, Louisiana, and being more fully described as follows: The East half (E/2) of Section 3, Township 12 South, Range 18 East; All of Sections 10 and 11, Township 12 South, Range 18 East, Southeastern Land District, adjudicated to the State for unpaid taxes of 1914, **LESS AND EXCEPT** any portion of State Lease No. 18493 that may lie within the above described tract, containing approximately **191 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 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: There shall be no surface operations on this lease.

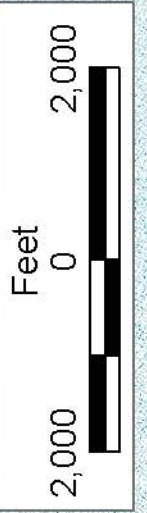
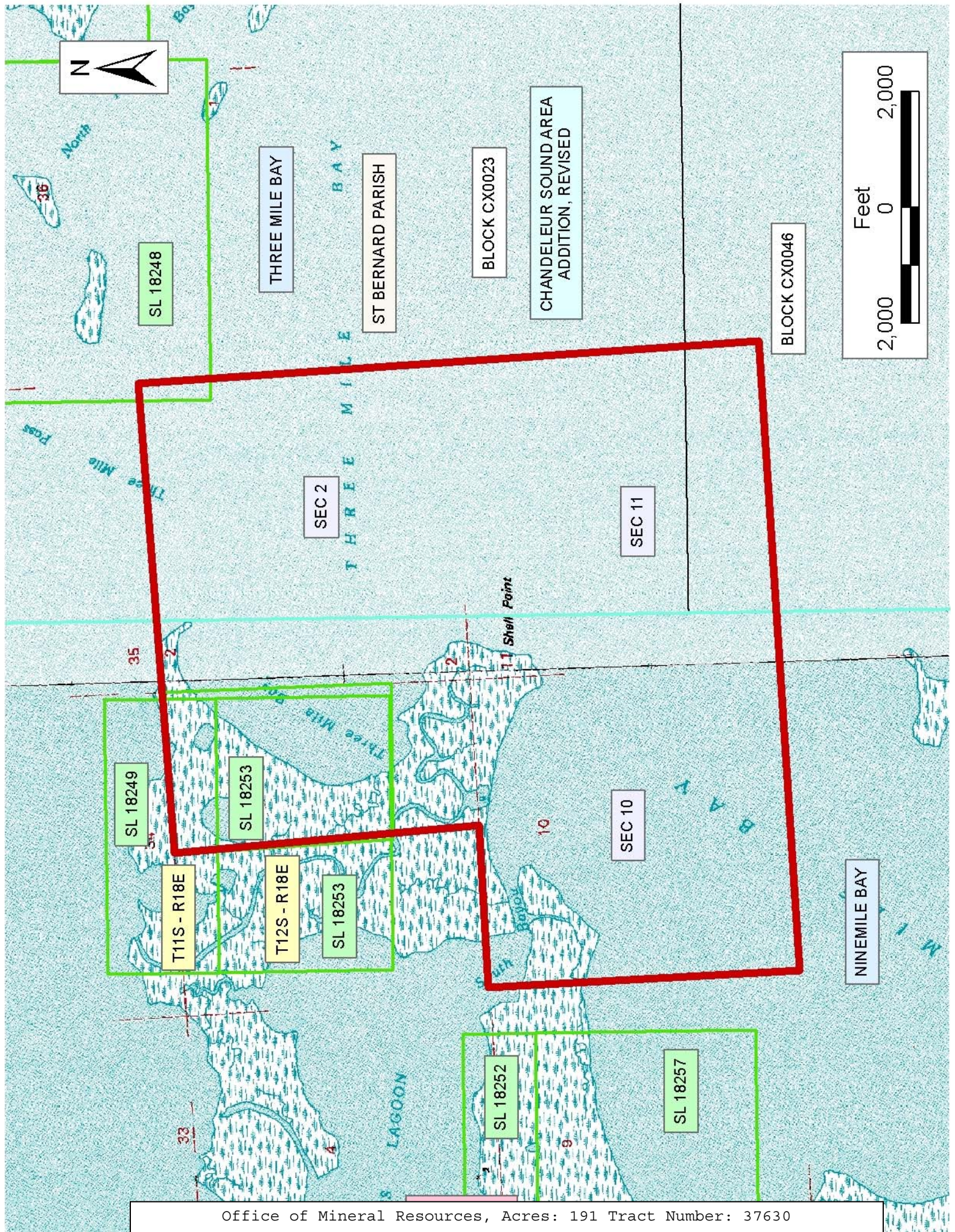
NOTE: The Office of Mineral Resources will require a minimum bonus of \$230 per acre and a minimum royalty of 23%.

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.

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.

Applicant: KARE-SUE ENERGY, INC.

Bidder	Cash Payment	Price/ Acre	Rental	Oil	Gas	Other



TRACT 37631 - St. Bernard Parish, Louisiana

All of the mineral rights only under land adjudicated to and acquired by the State of Louisiana in and through a proper tax sale, and subsequently alienated by the State which retained the mineral rights thereto, and which is not under valid mineral lease from the State of Louisiana on July 13, 2005, situated in St. Bernard Parish, Louisiana, and being more fully described as follows: Those portions of Sections 1, 3, 10, 11, 12, and 13, Township 12 South, Range 17 East, Southeastern Land District, and being a part of 4,910 acres owned by Henry Lefebvre and John Worstaubury and adjudicated to the State of Louisiana for unpaid taxes of 1911, lying within the following described boundaries: Beginning at a point having Coordinates of X = 2,599,198.00 and Y = 507,814.00; thence South 11,272.00 feet to the Northeast corner of State Lease No. 18279 having Coordinates of X = 2,599,198.00 and Y = 496,542.00; thence South 86 degrees 18 minutes 59 seconds West 6,864.18 feet on the North line of said State Lease No. 18279 to its Northwest corner and the Southeast corner of State Lease No. 18278 having Coordinates of X = 2,592,348.00 and Y = 496,101.00; thence along the boundary of said State Lease No. 18278 the following courses: North 00 degrees 00 minutes 25 seconds East 4,000.00 feet, West 5,203.48 feet, and South 4,334.97 feet to its Southwest corner and the Northwest corner of State Lease No. 18281 having Coordinates of X = 2,587,145.00 and Y = 495,766.03; thence South 500.35 feet on the West line of said State Lease No. 18281 to a point having Coordinates of X = 2,587,145.00 and Y = 495,265.68; thence South 86 degrees 18 minutes 53 seconds West 6,031.47 feet to a point having Coordinates of X = 2,581,126.00 and Y = 494,878.00; thence North 10,294.00 feet to the Southwest corner of State Lease No. 18277 having Coordinates of X = 2,581,126.00 and Y = 505,172.00; thence along the boundary of said State Lease No. 18277 the following courses: East 4,712.00 feet and North 2,642.00 feet to its Northeast corner having Coordinates of X = 2,585,838.00 and Y = 507,814.00; thence East 13,360.00 feet to the point of beginning, containing approximately **1,855 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 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: There shall be no surface operations on this lease.

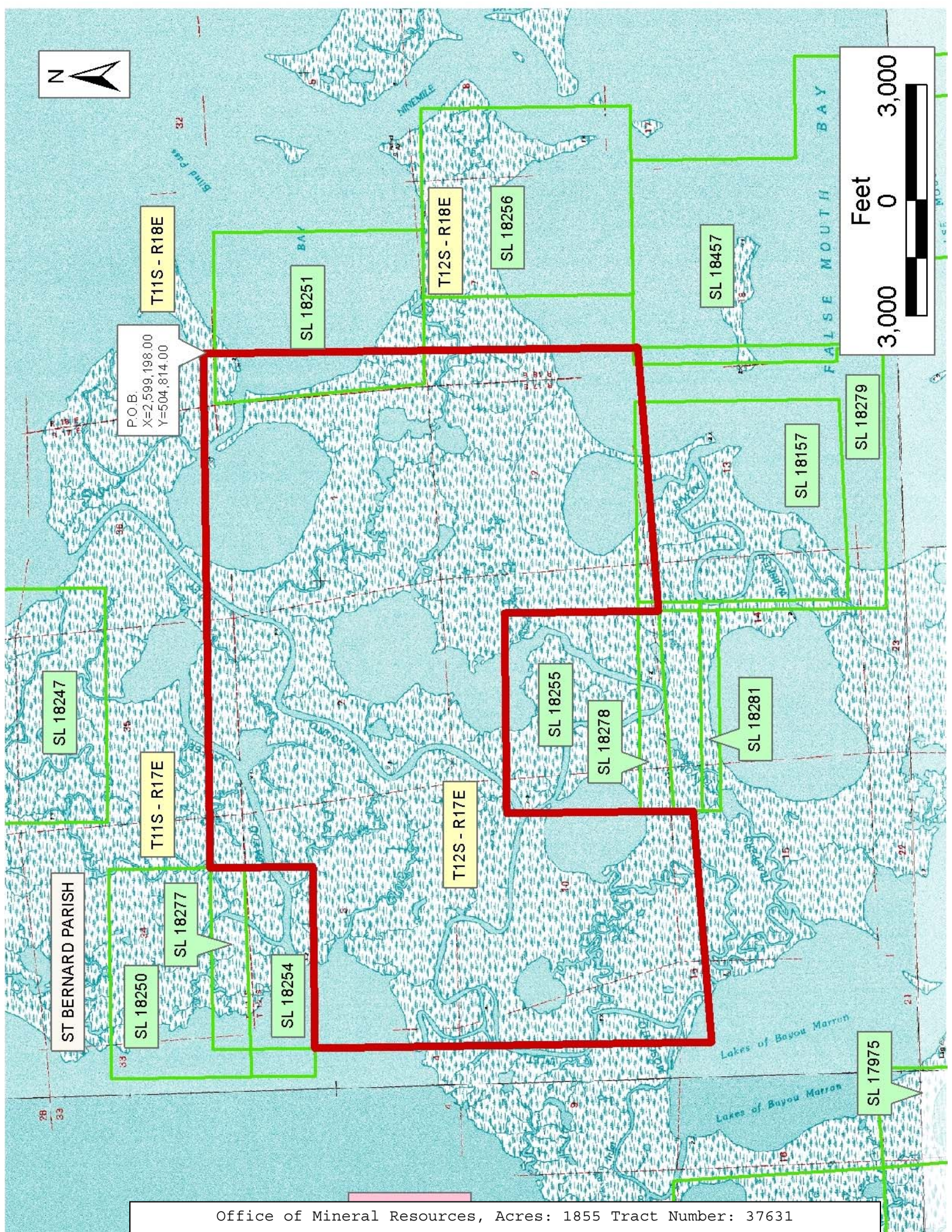
NOTE: The Office of Mineral Resources will require a minimum bonus of \$230 per acre and a minimum royalty of 23%.

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.

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.

Applicant: KARE-SUE ENERGY, INC.

Bidder	Cash Payment	Price/ Acre	Rental	Oil	Gas	Other



P.O.B.
X=2,599,198.00
Y=504,814.00

SL 18247

T11S - R17E

SL 18250

SL 18277

SL 18254

T12S - R17E

SL 18255

SL 18278

SL 18281

SL 18157

SL 18279

SL 18457

SL 18256

T12S - R18E

SL 18251

T11S - R18E

SL 17975

Feet

3,000

0

3,000

TRACT 37632 - St. Bernard Parish, Louisiana

All of the mineral rights only under land adjudicated to and acquired by the State of Louisiana in and through a proper tax sale, and subsequently alienated by the State which retained the mineral rights thereto, and which is not under valid mineral lease from the State of Louisiana on July 13, 2005, situated in St. Bernard Parish, Louisiana, and being more fully described as follows: The West half of Section 5, Township 12 South, Range 18 East, Southeastern Land District, and being lands owned by unknown debtors adjudicated to the State for unpaid taxes of 1930, 1931 and 1932, containing approximately **48 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 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: There shall be no surface operations on this lease.

NOTE: The Office of Mineral Resources will require a minimum bonus of \$230 per acre and a minimum royalty of 23%.

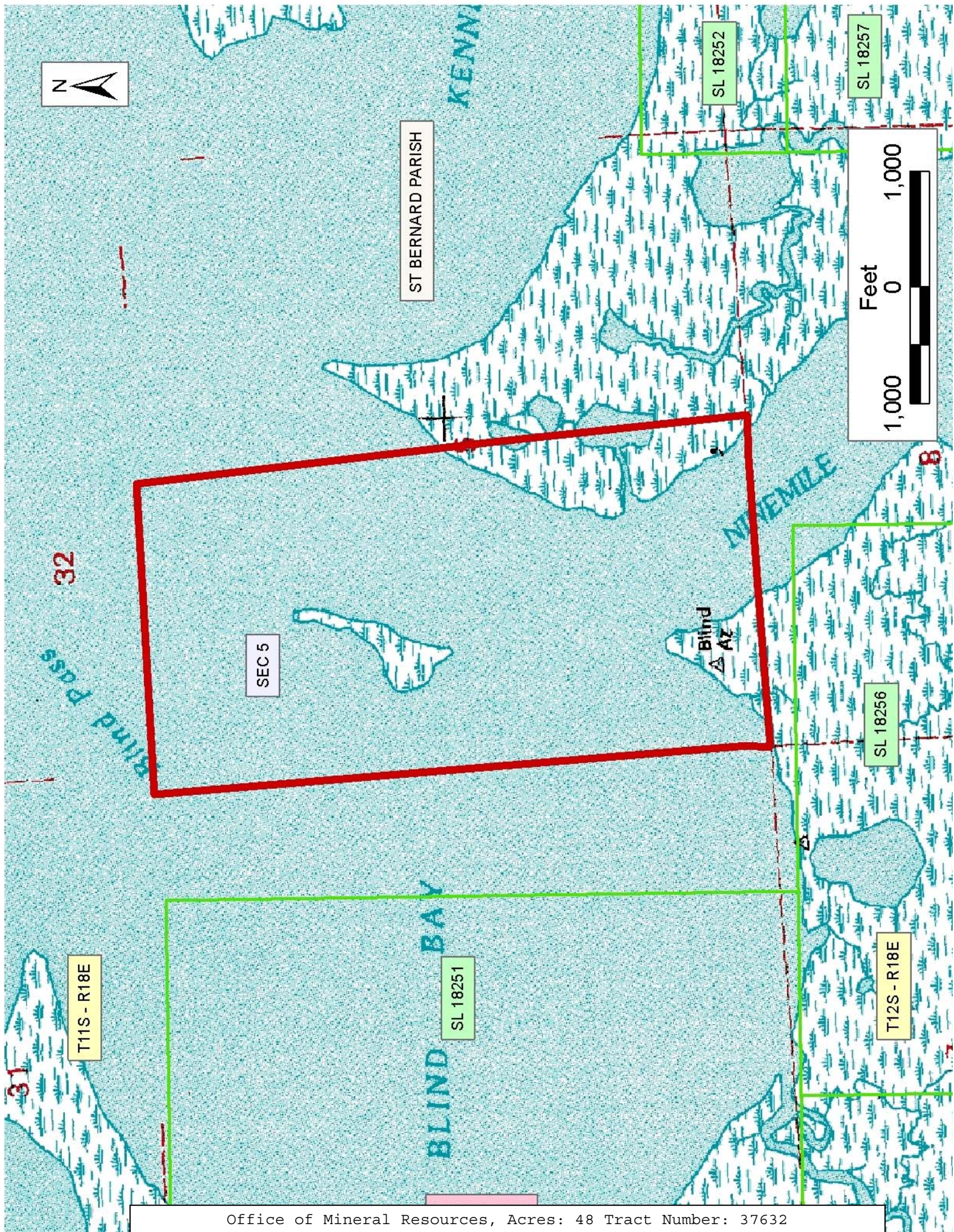
NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing 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.

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.

Applicant: KARE-SUE ENERGY, INC.

Bidder	Cash Payment	Price/ Acre	Rental	Oil	Gas	Other



TRACT 37633 - St. Bernard Parish, Louisiana

All of the land adjudicated to and acquired by the State of Louisiana in and through a proper tax sale, including surface and mineral rights, owned by and not already under valid mineral lease from the State of Louisiana on July 13, 2005, situated in St. Bernard Parish, Louisiana, and being more fully described as follows: Those portions of Sections 13, 14, 15, 22, and 23, Township 12 South, Range 17 East, Southeastern Land District, and being a part of 4,910 acres owned by Henry Lefebvre and John Worstaubury and adjudicated to the State of Louisiana for unpaid taxes of 1911, lying within the following described boundaries: Beginning at a point having Coordinates of X = 2,599,198.00 and Y = 484,654.00; thence West 7,896.00 feet to the Southeast corner of State Lease No. 18280 having Coordinates of X = 2,591,302.00 and Y = 484,654.00; thence along the boundary of said State Lease No. 18280 the following courses: North 3,359.00 feet, West 4,175.00 feet, and South 3,359.00 feet to its Southwest corner having Coordinates of X = 2,587,127.00 and Y = 484,654.00; thence West 6,001.00 feet to a point having Coordinates of X = 2,581,126.00 and Y = 484,654.00; thence North 11,724.00 feet to a point having Coordinates of X = 2,581,126.00 and Y = 496,378.00; thence North 86 degrees 18 minutes 53 seconds East 6,031.47 feet to a point on the West line of State Lease No. 18278 having Coordinates of X = 2,587,145.00 and Y = 496,765.68; thence South 999.65 feet on the West line of said State Lease No. 18278 to its Southwest corner and the Northwest corner of State Lease No. 18281 having Coordinates of X = 2,587,145.00 and Y = 495,766.03; thence along the boundary of said State Lease No. 18281 the following courses: South 1,212.03 feet and East 5,203.00 feet to its Southeast corner and a point on the West line of State Lease No. 18279 having Coordinates of X = 2,592,348.00 and Y = 494,554.00; thence along the boundary of said State Lease No. 18279 the following courses: South 4,380.00 feet and East 6,850.00 feet to a point having Coordinates of X = 2,599,198.00 and Y = 490,174.00; thence South 5,520.00 feet to the point of beginning, containing approximately **1,612 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 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

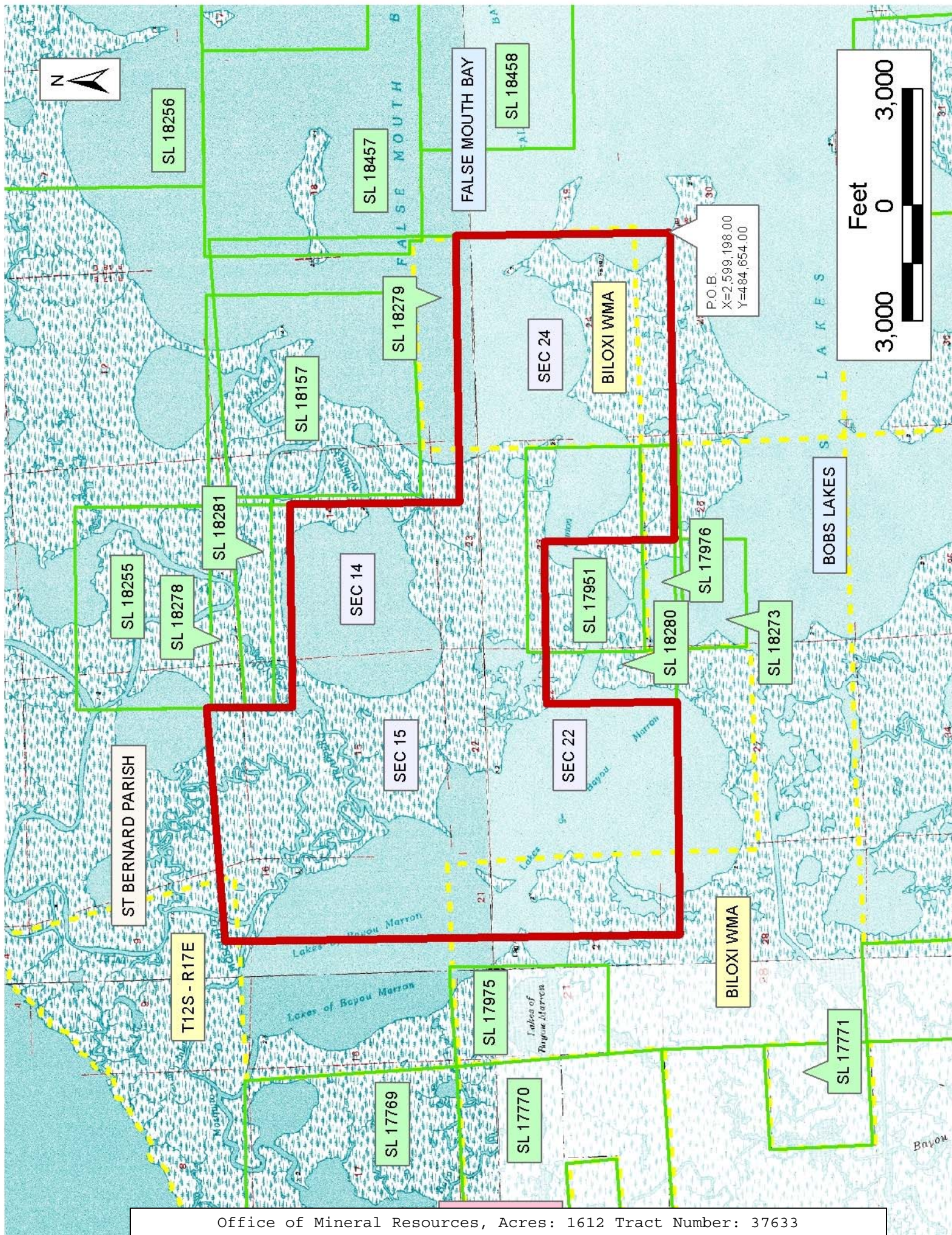
the Louisiana State Mineral Board be obligated to refund any consideration paid by the Lessor prior to such modification, cancellation, or abrogation, including, but not limited to, bonuses, rentals and royalties.

NOTE: The Office of Mineral Resources will require a minimum bonus of \$230 per acre and a minimum royalty of 23%.

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

Applicant: KARE-SUE ENERGY, INC.

Bidder	Cash Payment	Price/ Acre	Rental	Oil	Gas	Other



TRACT 37634 - St. Bernard Parish, Louisiana

All of the land adjudicated to and acquired by the State of Louisiana in and through a proper tax sale, including surface and mineral rights, owned by and not already under valid mineral lease from the State of Louisiana on July 13, 2005, situated in St. Bernard Parish, Louisiana, and being more fully described as follows: All of Section 19, Township 12 South, Range 18 East, Southeastern Land District, and being lands owned by unknown debtors adjudicated to the State for unpaid taxes of 1930, 1931 and 1932, containing approximately **31 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 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.

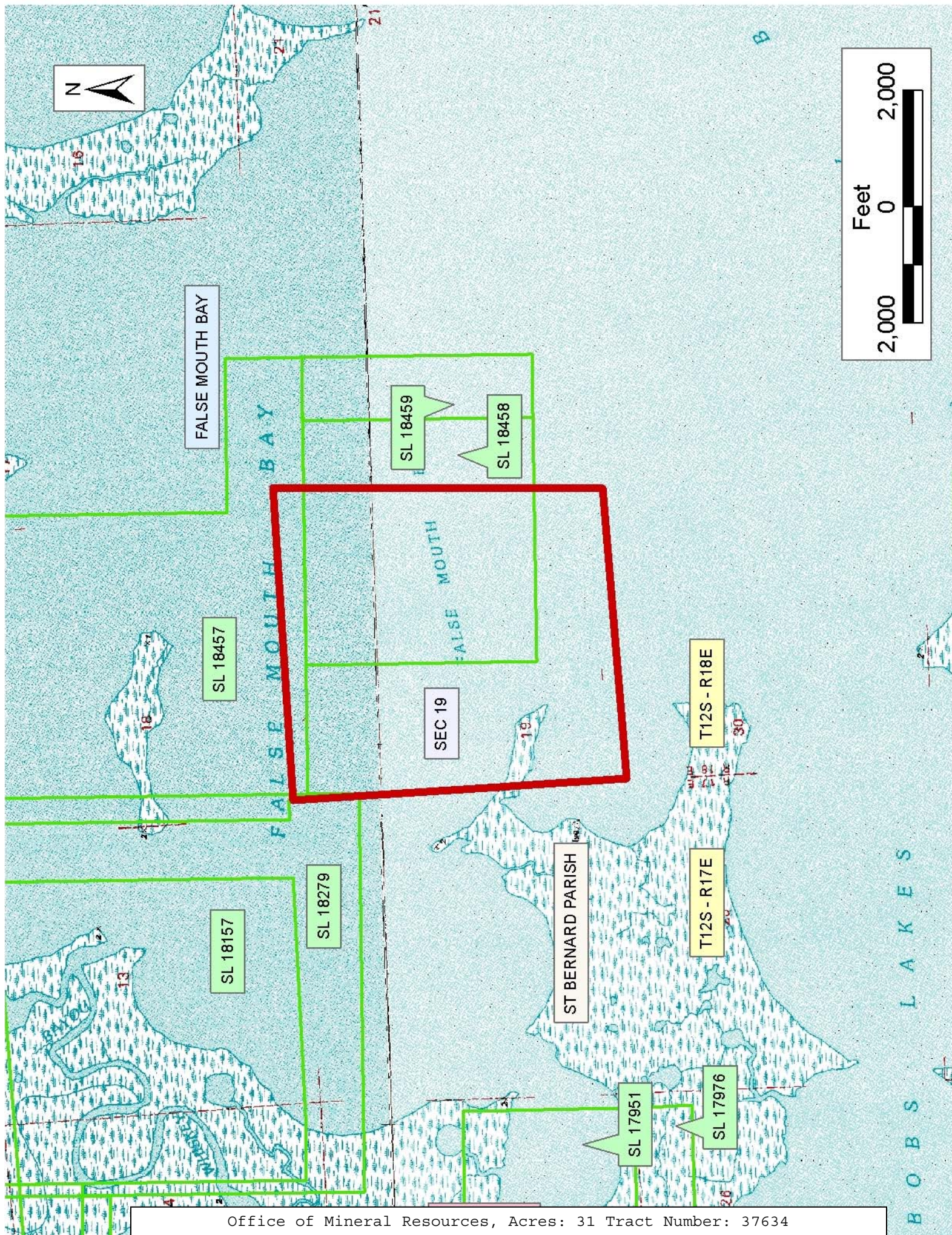
NOTE: There shall be no surface operations on this lease.

NOTE: The Office of Mineral Resources will require a minimum bonus of \$230 per acre and a minimum royalty of 23%.

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

Applicant: KARE-SUE ENERGY, INC.

Bidder	Cash Payment	Price/ Acre	Rental	Oil	Gas	Other



TRACT 37635 - St. Bernard Parish, Louisiana

All of the mineral rights only under land adjudicated to and acquired by the State of Louisiana in and through a proper tax sale, and subsequently alienated by the State which retained the mineral rights thereto, and which is not under valid mineral lease from the State of Louisiana on July 13, 2005, situated in St. Bernard Parish, Louisiana, and being more fully described as follows: All of Section 29, Township 12 South, Range 18 East, Southeastern Land District, and being lands owned by unknown debtors adjudicated to the State for unpaid taxes of 1930, 1931 and 1932, containing approximately **8 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 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: There shall be no surface operations on this lease.

NOTE: The Office of Mineral Resources will require a minimum bonus of \$230 per acre and a minimum royalty of 23%.

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.

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.

Applicant: KARE-SUE ENERGY, INC.

Bidder	Cash Payment	Price/ Acre	Rental	Oil	Gas	Other

