

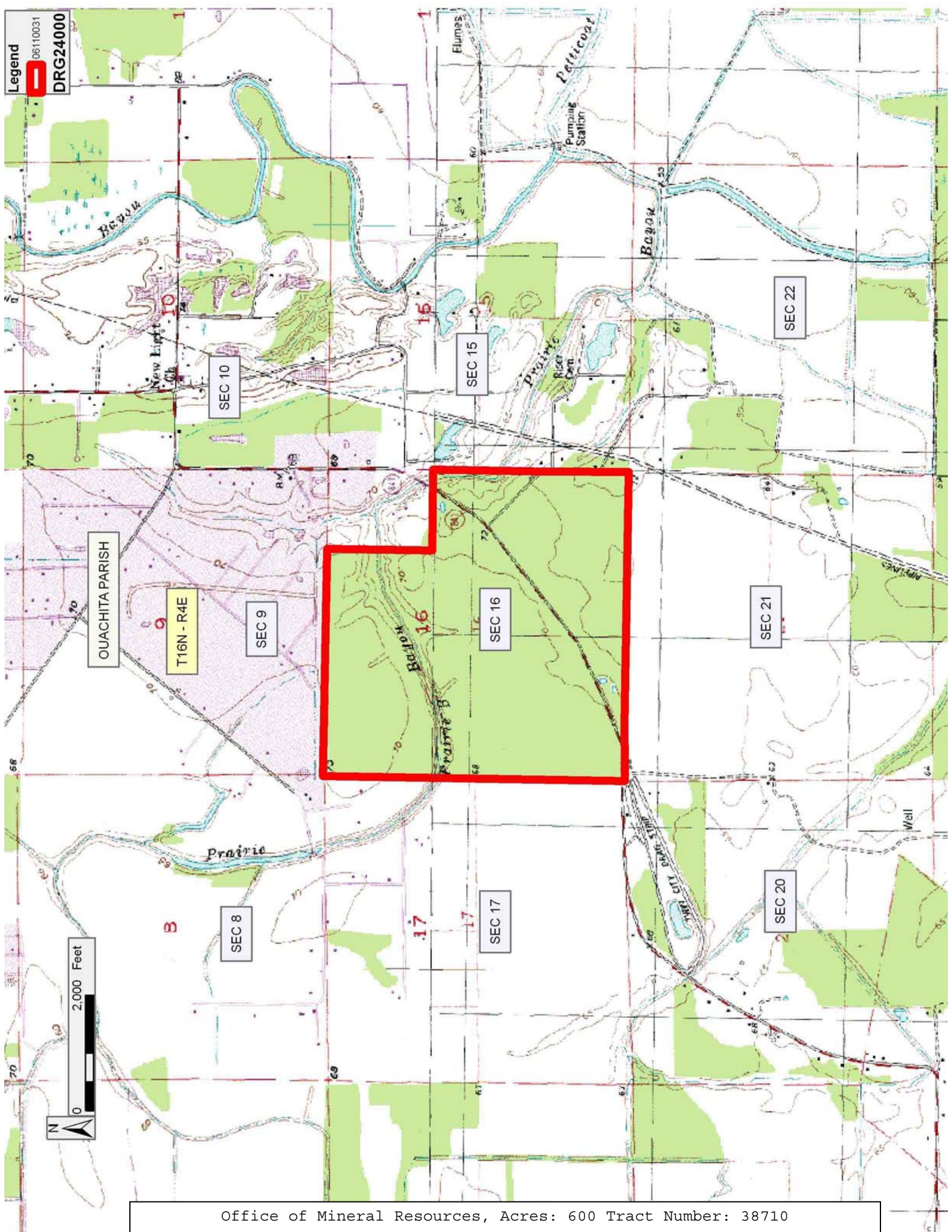
TRACT 38710 - Ouachita Parish School Board - Ouachita Parish, Louisiana

The State Mineral Board acting on behalf of the Ouachita Parish School Board, pursuant to Resolution(s) adopted by that (those) body(ies) and in accordance with Louisiana Revised Statutes 30:121-136 and 151-156, as amended, and Article XIV, Section 16(A)(9) and (B) of the Louisiana Constitution of 1974, as same may be continued and promulgated in proper statutory form and, further, amended from time to time, advertises the lands not under mineral lease on November 8, 2006, excluding the beds and bottoms of all navigable water bodies located within the following: All or a portion of Section 16, Township 16 North, Range 4 East in Ouachita Parish, Louisiana, **LESS AND EXCEPT** the Northeast Quarter of the Northeast Quarter, containing approximately **600.00 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).

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: SYLVIA RESOURCES, INC. to Agency and by Resolution from the Ouachita Parish School Board authorizing the Mineral Board to act in its behalf

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other



Legend
06110031
DRG24000

OUACHITA PARISH

T16N - R4E

SEC 10

SEC 9

SEC 8

SEC 15

SEC 16

SEC 17

SEC 22

SEC 21

SEC 20

TRACT 38711 - Ouachita Parish, Louisiana

A certain Tract of land, excluding the beds and bottoms of all navigable waters within the boundaries of the Ouachita Wildlife Management Area, belonging to and not presently under mineral lease from the Louisiana Department of Wildlife and Fisheries on November 8, 2006, being more fully described as follows:

Township 16 North, Range 4 East

Section 13: Northeast Quarter lying West of Bayou Lafourche

LESS AND EXCEPT all portions of the above described lands lying outside the Ouachita State Wildlife Management Area, containing approximately 146.00 gross acres, 9.125 **net acres**, all as more particularly outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources. The description is based on information provided by the State Agency regarding location and ownership of surface and mineral rights. All bearings, distances and coordinates, if applicable, are based on Louisiana Coordinate System of 1927, (North or South Zone).

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.

This mineral lease is located in the Ouachita 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:

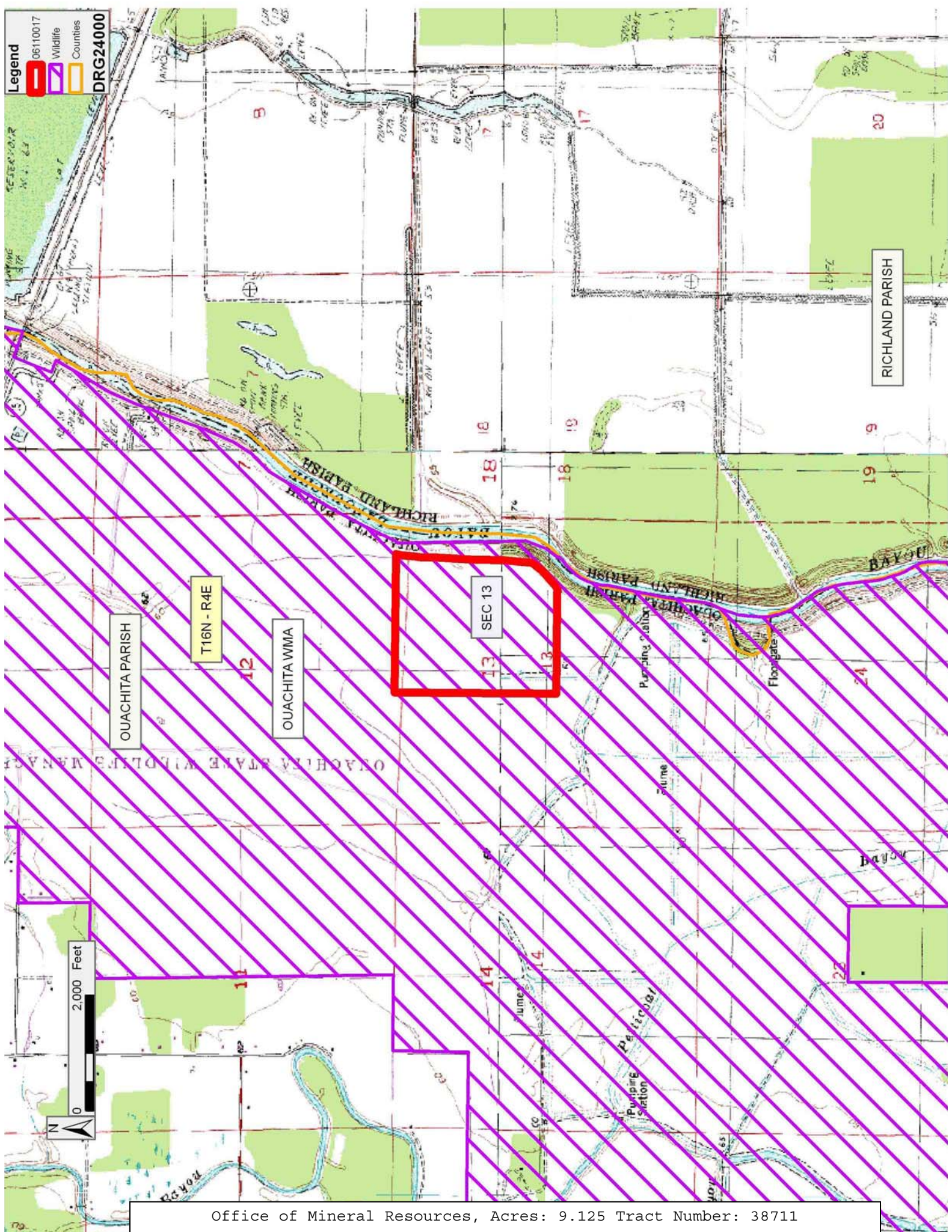
1. No activities will be allowed without written authorization from the Louisiana Department of Wildlife and Fisheries.
2. Proposed projects will be evaluated on a case by case basis. Modifications to proposed project features including but not

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 said WMA regulations and WMA mineral provisions 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 by the Louisiana Department of Wildlife and Fisheries.
6. No activities will be allowed during the hunting season unless approved 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 or (225) 765-2807.

Applicant: DMB ENERGY

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other



Office of Mineral Resources, Acres: 9.125 Tract Number: 38711

TRACT 38712 - Ouachita Parish, Louisiana

A certain Tract of land, excluding the beds and bottoms of all navigable waters within the boundaries of the Ouachita Wildlife Management Area, belonging to and not presently under mineral lease from the Louisiana Department of Wildlife and Fisheries on November 8, 2006, being more fully described as follows:

Township 16 North, Range 4 East

Section 15: Southeast Quarter of Northeast Quarter

LESS AND EXCEPT all portions of the above described lands and water bottoms lying outside the Ouachita State Wildlife Management Area, containing approximately 40.00 gross acres, 20.00 **net acres**, all as more particularly outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources. The description is based on information provided by the State Agency regarding location and ownership of surface and mineral rights. All bearings, distances and coordinates, if applicable, are based on Louisiana Coordinate System of 1927, (North or South Zone).

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.

This mineral lease is located in the Ouachita 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:

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

9. 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.
10. Compliance with the said WMA regulations and WMA mineral provisions will be required unless otherwise specified by the Department of Wildlife and Fisheries.
11. Compensatory mitigation will be required to offset unavoidable wetland impacts.
12. Removal of all structures, facilities and equipment will be required within 120 days of abandonment unless otherwise agreed to by the Louisiana Department of Wildlife and Fisheries.
13. No activities will be allowed during the hunting season unless approved by the Department
14. 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 or (225) 765-2807.

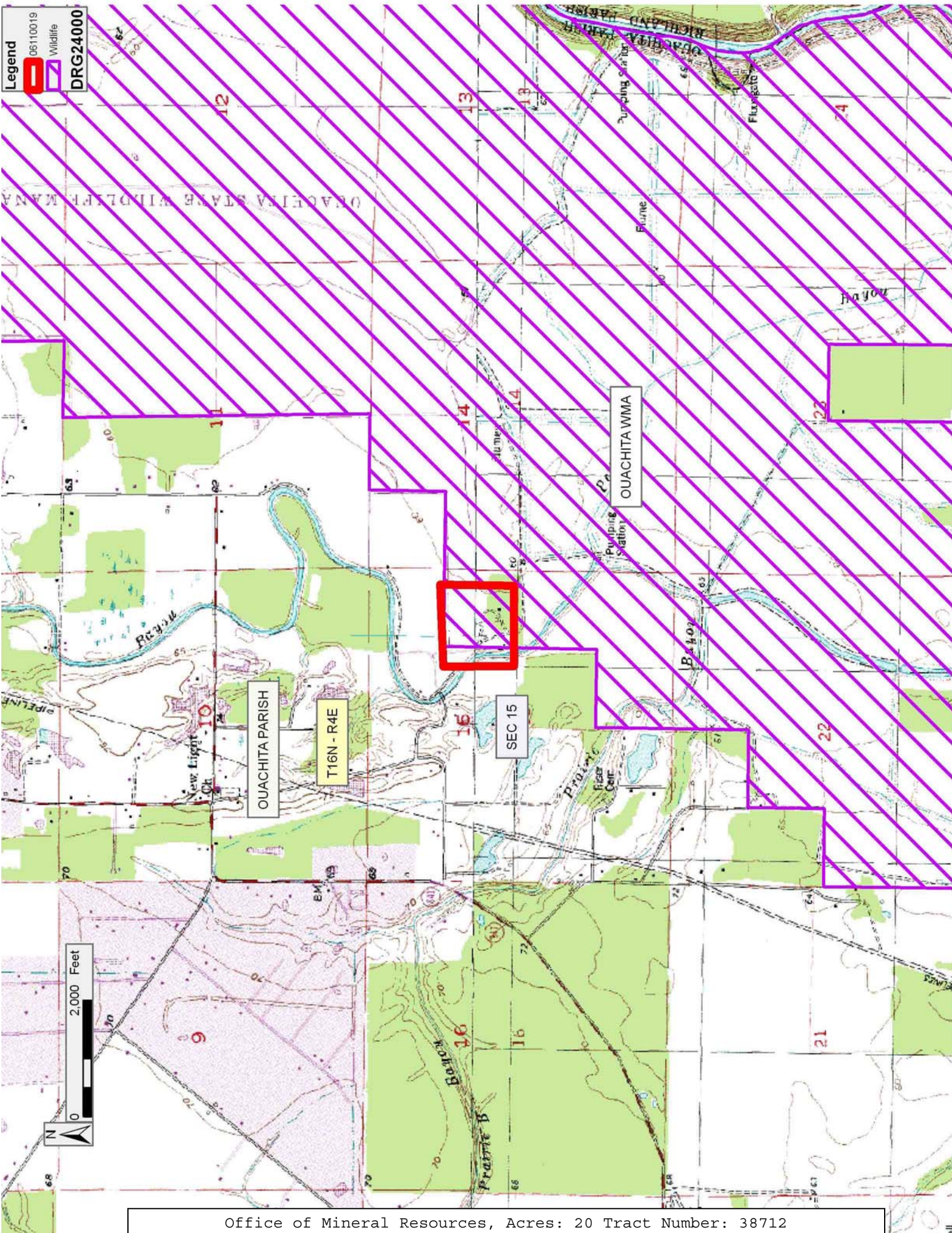
Applicant: DMB ENERGY

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other

Legend

06110019 Wildlife

DRG24000



Office of Mineral Resources, Acres: 20 Tract Number: 38712

TRACT 38713 - Caddo and De Soto Parishes, Louisiana

A certain Tract of land, excluding the beds and bottoms of all navigable waters, belonging to and not presently under mineral lease from Caddo Levee District and Caddo Parish Commission on November 8, 2006, being more fully described as follows:

Tract 1: the Southwest Quarter of the Southeast Quarter (SW/4 of SE/4), Section 23, Township 16 North, Range 14 West, Caddo Parish, Louisiana, containing 40 acres.

Tract 2: the West 322.08 feet of the North 165 feet of the South 330 feet of the North half of the Southeast Quarter of the Northeast Quarter (N/2 of SE/4 of NE/4), Section 23, Township 16 North, Range 14 West, Caddo Parish, Louisiana, less road, containing 1.22 acres, more or less.

Tract 3: the West 217.8 feet of the East 1,145 feet of the South 300 feet of the North 330 feet of the South Half of the Southeast Quarter of the Northeast Quarter (S/2 of SE/4 of NE/4), Section 23, Township 16 North, Range 14 West, Caddo Parish, Louisiana, containing 1.5 acres, more or less.

Tract 4: the North Half of the Southwest Quarter (N/2 of SW/4), Section 25, Township 16 North, Range 14 West, Caddo Parish, Louisiana, containing 80 acres.

These four tracts lie within the following boundaries: Beginning at a point having Coordinates of X = 1,613,950.00 and Y = 620,200.00; thence South 9,200.00 feet to a point having Coordinates of X = 1,613,950.00 and Y = 611,000.00; thence West 8,000.00 feet to a point having Coordinates of X = 1,605,950.00 and Y = 611,000.00; thence North 9,200.00 feet to a point having Coordinates of X = 1,605,950.00 and Y = 620,200.00; thence East 8,000.00 feet to the point of beginning, the four tracts containing an aggregate of approximately **122.72 acres**, all as more particularly outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources. The description is based on information provided by the State Agency regarding location and ownership of surface and mineral rights. All bearings, distances and coordinates, if applicable, are based on Louisiana Coordinate System of 1927, (North or South Zone).

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: Minimum royalty shall not be less than 25% and minimum bonus shall not be less than \$250.00 per acre.

NOTE: Fair market value shall be paid to Lessor for all merchantable timber removed or destroyed in conducting operations on the above described lands.

NOTE: Upon the expiration of the primary term hereof or any extension thereof by operations, this lease shall automatically terminate and be of no further force or effect except as to all that part of the leased premises then included within the geographical boundaries of a producing unit duly established by governmental agency or authority having jurisdiction, from the surface of the earth to a depth of 100 feet below the deepest depth from which any well commenced during the primary term hereof on the leased premises or on lands pooled therewith is completed and from which there is production in paying quantities, such depth determination to be made on a unit by unit basis. In the absence of units so established, this lease shall terminate except as to 40 acres around each producing oil well and 160 acres around each producing or shut-in gas well located on the leased premises, in as near the form of a square as is practicable, from the surface of the earth down to a depth of 100 feet below the deepest depth from which said well or wells are completed and from which there is production in paying quantities, such depth determination to be made on a well by well basis.

NOTE: Lessee, its successors or assigns, may produce oil, gas and other minerals from the leased premises by drilling from a surface location on other lands, but notwithstanding any other provision of this lease, Lessee, its successors or assigns, shall not use the surface of the Lessor's property for drilling or any other operations without prior written permission of Lessor, which permission may be withheld at Lessor's discretion.

NOTE: Notwithstanding anything to the contrary herein contained, at the end of the primary term or any extension thereof by operations, if the Commission of Conservation of the State of Louisiana establishes a drilling unit which includes a part of the land herein leased, the production of oil, gas and other minerals from such unit shall maintain this lease in full force and effect only as to such portions of the leased land embraced in said pooled unit; and this lease shall expire as to that part of the land herein leased not included in such unit; and lessee, its successors and assigns agrees to relinquish by formal instrument any

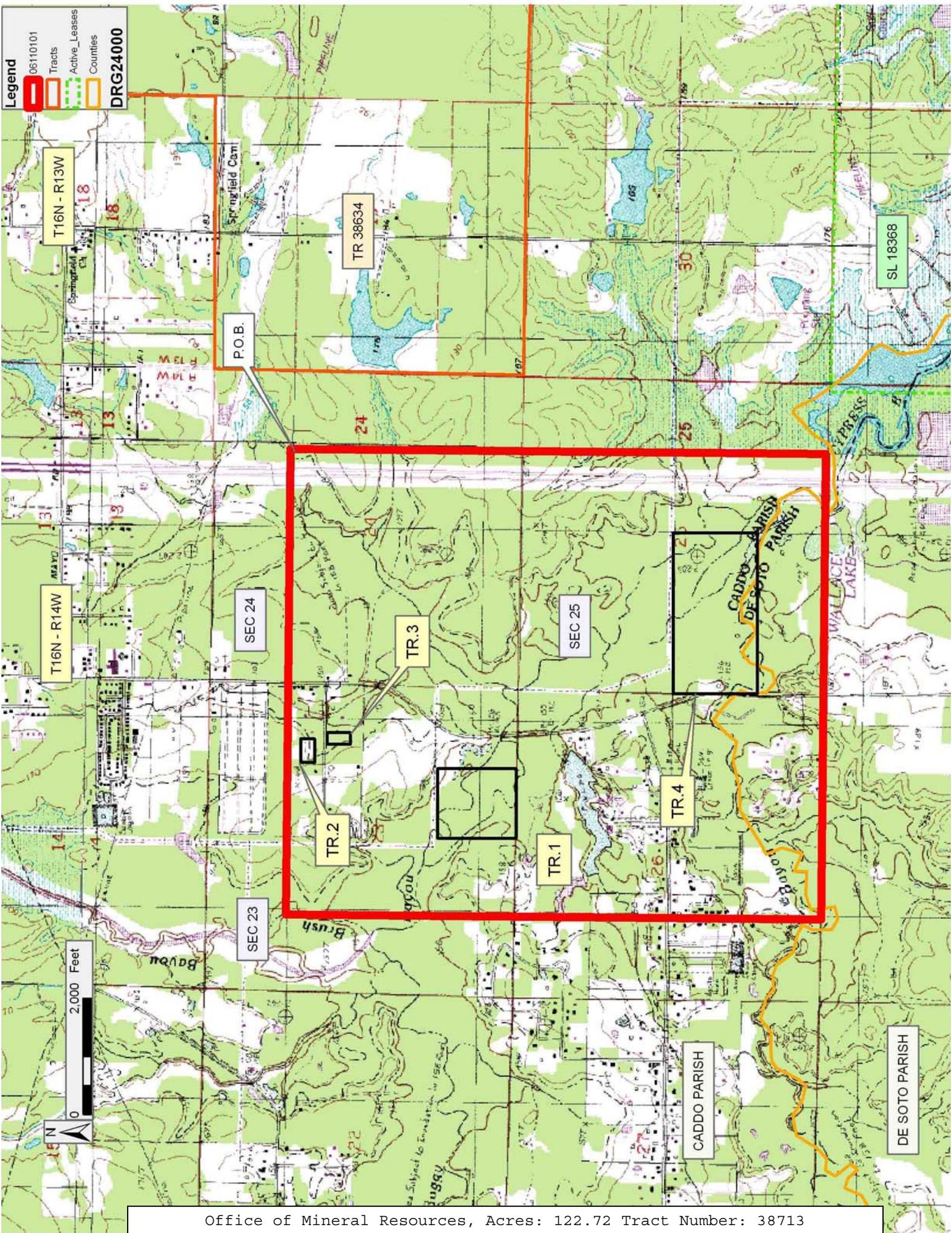
portion of the leased land not included in a unit created by the Commission of Conservation while this lease is in effect.

Applicant: JPD ENERGY, INC. to Agency and by Resolution from the Caddo Levee District and Caddo Parish Commission authorizing the Mineral Board to act in its behalf

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other

Legend

- 06110101
- Tracts
- Active_Leases
- Counties
- DRG24000**



TRACT 38714 - Ouachita Parish, Louisiana

A certain Tract of land, excluding the beds and bottoms of all navigable waters within the boundaries of the Ouachita Wildlife Management Area, belonging to and not presently under mineral lease from the Louisiana Department of Wildlife and Fisheries on November 8, 2006, being more fully described as follows:

Township 16 North, Range 4 East

Section 22: West Half of Northeast Quarter, North half of South Half, Southeast Quarter of Northwest Quarter, Southeast Quarter of Southeast Quarter, Southwest Quarter of Southwest Quarter and Southwest Quarter of Southeast Quarter;

Section 23: Southwest Quarter;

Section 26: Northeast Quarter of Northwest Quarter, West Half of Northwest Quarter of Northeast Quarter and Southwest Quarter of Northeast Quarter;

Section 27: Northwest Quarter of Northeast Quarter;

LESS AND EXCEPT all portions of the above described lands and water bottoms lying outside the Ouachita State Wildlife Management Area, containing approximately 702.33 gross acres, 351.17 **net acres**, all as more particularly outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources. The description is based on information provided by the State Agency regarding location and ownership of surface and mineral rights. All bearings, distances and coordinates, if applicable, are based on Louisiana Coordinate System of 1927, (North or South Zone).

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.

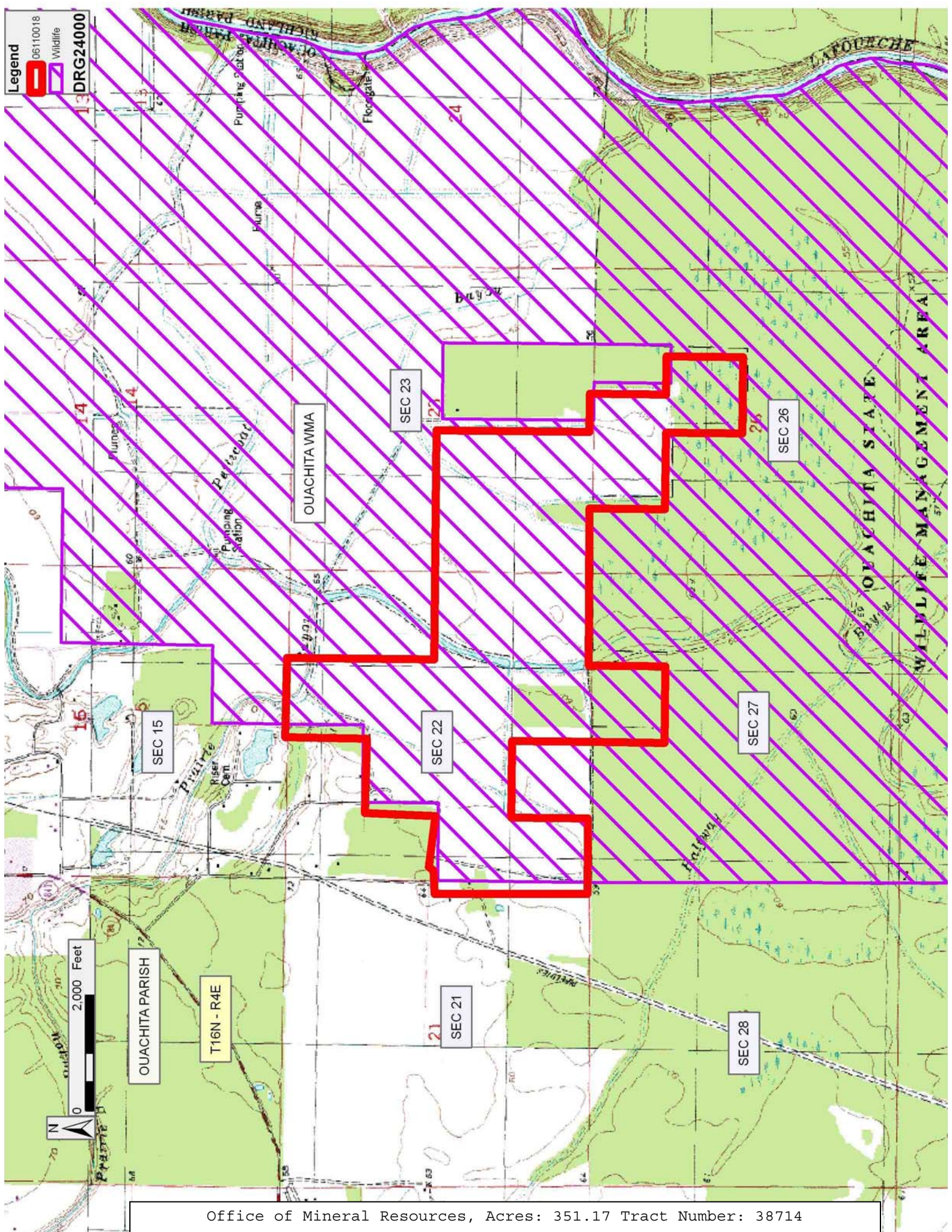
NOTE: The mineral lease is located within the Ouachita WMA under the jurisdiction of the Louisiana Department of Wildlife and Fisheries which

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 from the Louisiana Department of Wildlife and Fisheries.
2. Projects will be evaluated on a case by case basis. Modifications to projects may be required including, but not limited to, access routes, spoil placement, well sites, flow lines and other appurtenant structures.
3. Mitigation will be required to offset avoidable wetland impacts.
4. Removal of all structures, facilities and equipment will be required within 120 days of abandonment unless otherwise agreed to by the Louisiana Department of Wildlife and Fisheries.
5. No activities will be allowed during the hunting season unless approved by the Department.
6. Compliance with the said WMA regulations will be required unless otherwise specified by the Department.
7. Prior to submitting applications for wetland permits to Federal and State permitting agencies the lease holder shall coordinate project details with the Louisiana Department of Wildlife and Fisheries, Fur and Refuge Division. Contact person for the Department will be Mike Windham at (504) 568-5886.

Applicant: DMB ENERGY

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other



Office of Mineral Resources, Acres: 351.17 Tract Number: 38714

TRACT 38715 - Ouachita Parish, Louisiana

A certain Tract of land, excluding the beds and bottoms of all navigable waters within the boundaries of the Ouachita Wildlife Management Area, belonging to and not presently under mineral lease from the Louisiana Department of Wildlife and Fisheries on November 8, 2006, being more fully described as follows: Township 16 North Range 4 East Section 26: South Half; East Half of Northeast Quarter; West Half of Northwest Quarter; Southeast Quarter of Northwest Quarter Section 27: South Half; South Half of North Half; Northeast Quarter of Northeast Quarter; North Half of Northwest Quarter **LESS AND EXCEPT** all portions of the above described lands and water bottoms lying outside the Ouachita State Wildlife Management Area, containing approximately **1,120.00 acres**, all as more particularly outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources. The description is based on information provided by the State Agency regarding location and ownership of surface and mineral rights. All bearings, distances and coordinates, if applicable, are based on Louisiana Coordinate System of 1927, (North or South Zone).

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.

This mineral lease is located in the Ouachita 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:

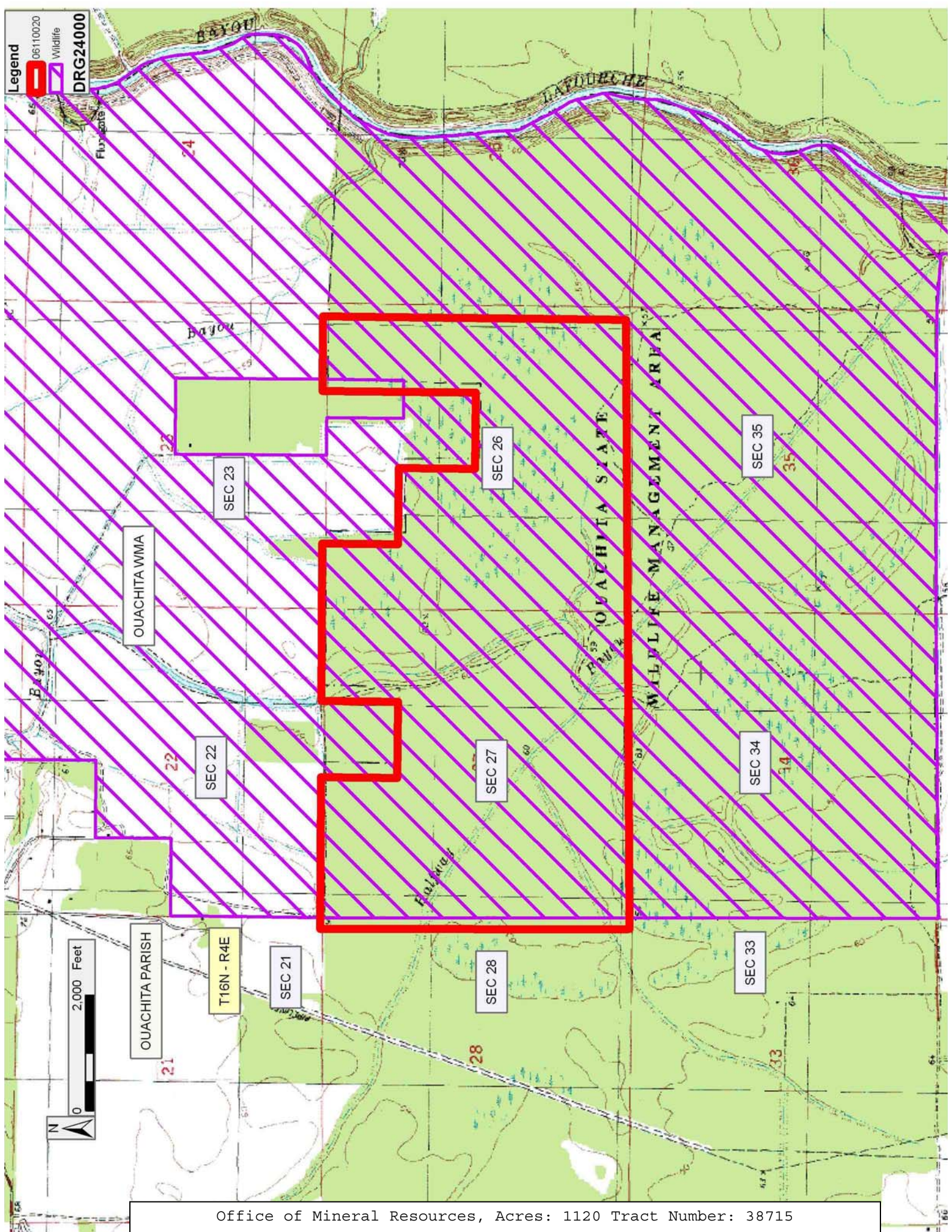
15. No activities will be allowed without written authorization from the Louisiana Department of Wildlife and Fisheries.
16. Proposed projects will be evaluated on a case by case basis. Modifications to proposed project features including but not limited to access routes, spoil placement, well sites, flowlines

and appurtenant structures may be required by the Department of Wildlife and Fisheries.

17. Compliance with the said WMA regulations and WMA mineral provisions will be required unless otherwise specified by the Department of Wildlife and Fisheries.
18. Compensatory mitigation will be required to offset unavoidable wetland impacts.
19. Removal of all structures, facilities and equipment will be required within 120 days of abandonment unless otherwise agreed to by the Louisiana Department of Wildlife and Fisheries.
20. No activities will be allowed during the hunting season unless approved by the Department
21. 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 or (225) 765-2807.

Applicant: DMB ENERGY

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other



TRACT 38716 - Ouachita Parish, Louisiana

A certain Tract of land, excluding the beds and bottoms of all navigable waters within the boundaries of the Ouachita Wildlife Management Area, belonging to and not presently under mineral lease from the Louisiana Department of Wildlife and Fisheries on November 8, 2006, being more fully described as follows: Township 16 North Range 4 East Section 25: West Half and all that part of East Half lying West of Bayou Lafourche Section 34: Entire Section Section 35: Entire Section Section 36: Northwest Quarter; all those parts of Southwest Quarter and the West Half of East Half lying West of Bayou Lafourche **LESS AND EXCEPT** all portions of the above described lands lying outside the Ouachita State Wildlife Management Area, containing approximately **1,955.00 acres**, all as more particularly outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources. The description is based on information provided by the State Agency regarding location and ownership of surface and mineral rights. All bearings, distances and coordinates, if applicable, are based on Louisiana Coordinate System of 1927, (North or South Zone).

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.

This mineral lease is located in the Ouachita 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:

22. No activities will be allowed without written authorization from the Louisiana Department of Wildlife and Fisheries.
23. 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.

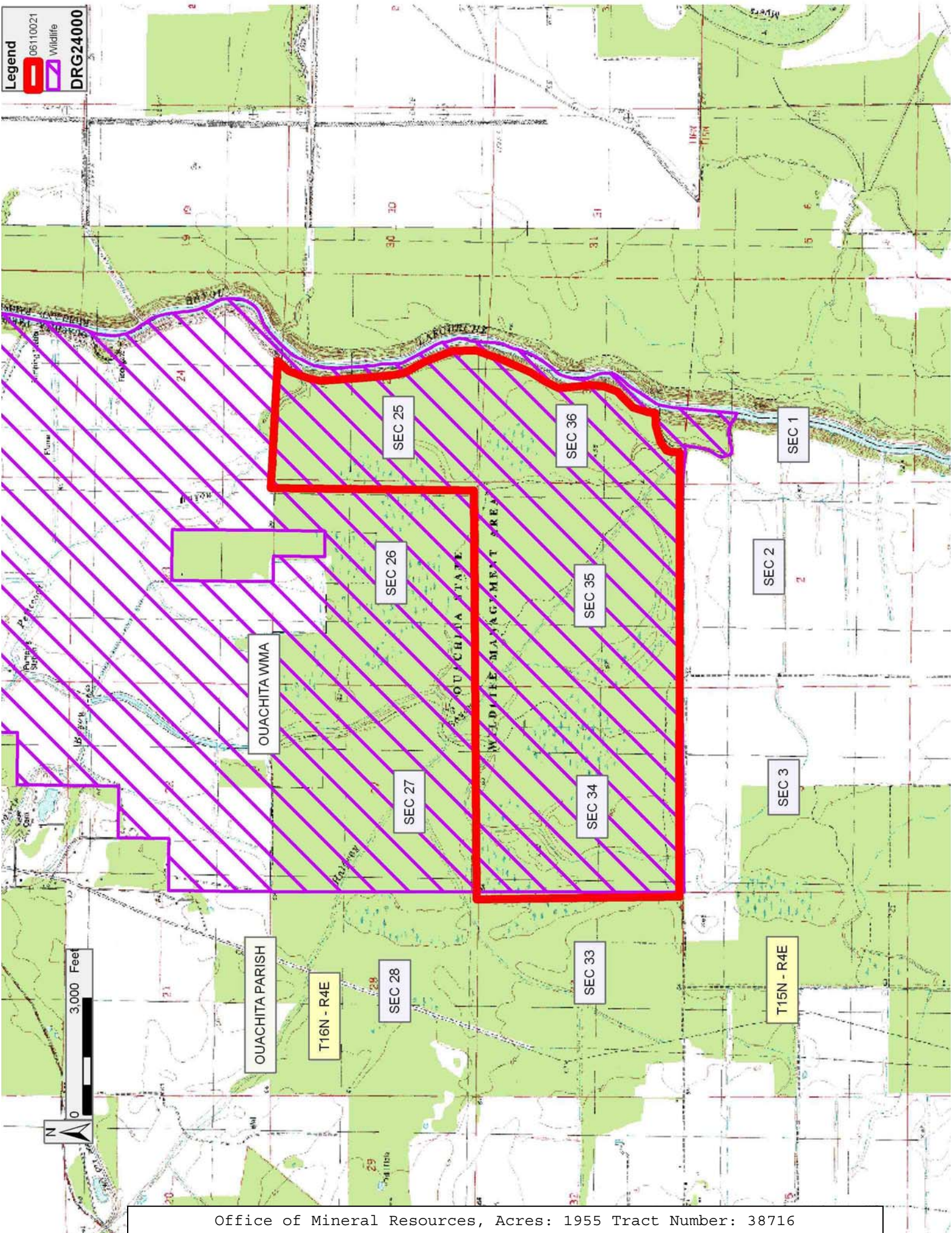
- 24. Compliance with the said WMA regulations and WMA mineral provisions will be required unless otherwise specified by the Department of Wildlife and Fisheries.
- 25. Compensatory mitigation will be required to offset unavoidable wetland impacts.
- 26. Removal of all structures, facilities and equipment will be required within 120 days of abandonment unless otherwise agreed to by the Louisiana Department of Wildlife and Fisheries.
- 27. No activities will be allowed during the hunting season unless approved by the Department
- 28. 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 or (225) 765-2807.

Applicant: DMB ENERGY

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other

Legend

- 06110021
- Wildlife
- DRG24000



TRACT 38717 - Acadia Parish, Louisiana

A certain Tract of land, excluding the beds and bottoms of all navigable waters, belonging to and not presently under mineral lease from Louisiana Department Of Transportation And Development on November 8, 2006, being more fully described as follows: Beginning at a point having Coordinates of X = 1,631,955.60 and Y = 529,213.43; thence West 5,522.97 feet to a point having Coordinates of X = 1,626,432.63 and Y = 529,213.43; thence South 6,100.06 feet to a point having Coordinates of X = 1,626,432.63 and Y = 523,113.37; thence East 5,522.97 feet to a point having Coordinates of X = 1,631,955.60 and Y = 523,113.37; thence North 6,100.06 feet to the point of beginning, containing approximately **6 acres**, all as more particularly outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources. The description is based on information provided by the State Agency regarding location and ownership of surface and mineral rights. All bearings, distances and coordinates, if applicable, are based on Louisiana Coordinate System of 1927, (North or South Zone).

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.

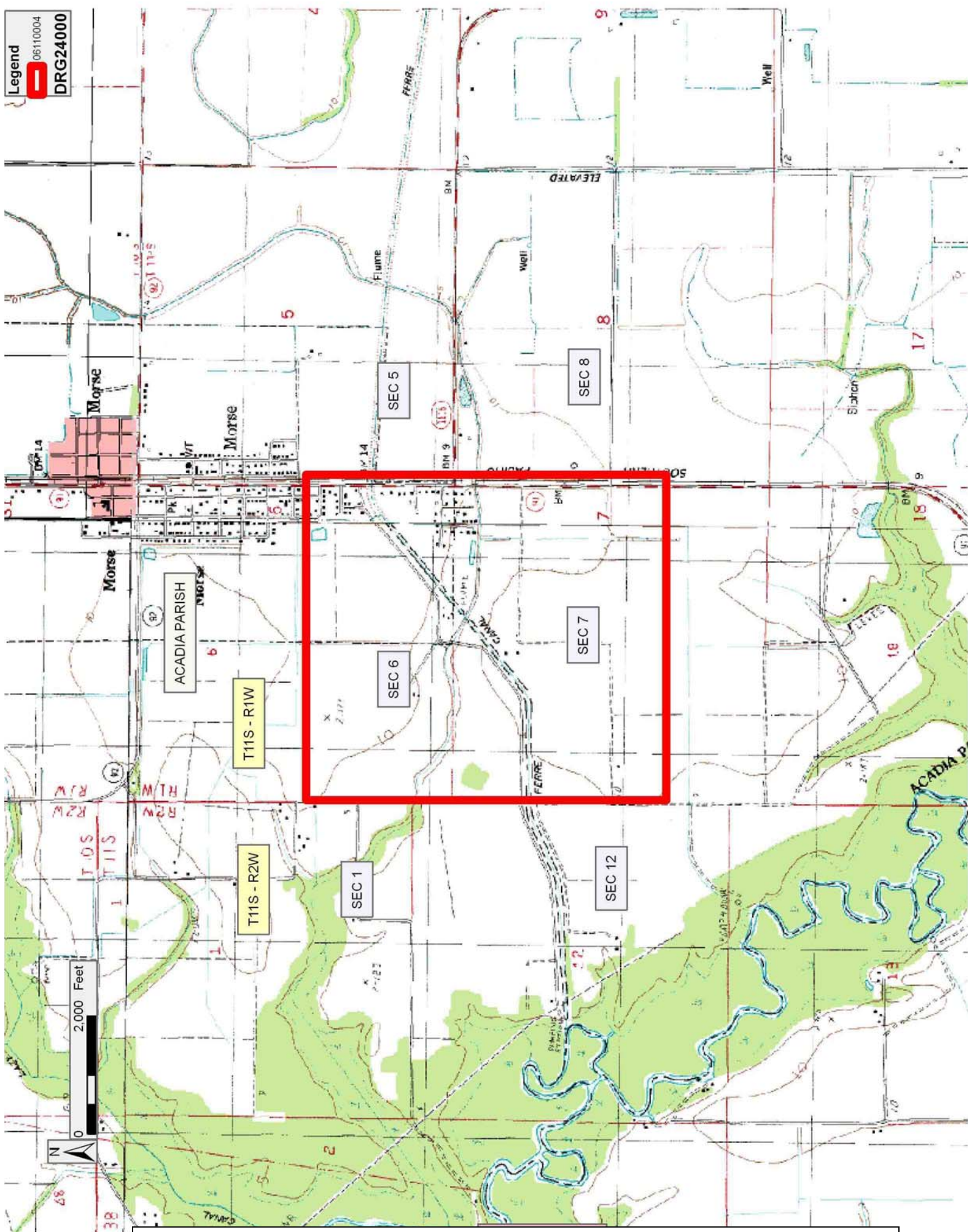
NOTE: Tracts 1 and 4 contain the following provisions: The fair market value shall be paid to Lessor for all merchantable timber removed or destroyed; at the expiration of the primary term, Lessee will release all rights below 100 feet below deepest producing interval which may be included in a producing unit.

NOTE: Tracts 2 and 3 contain the following provisions: No surface operations without prior written permission of Lessor, which may be withheld at Lessor's discretion; royalty of not less than 1/4 or 25%; and bonus of not less than \$250/acre; at the end of the primary term, lessee agrees to relinquish by formal instrument any portion of the leased land not included within a producing unit; this lease will terminate upon the expiration of the primary term except as to that part of the leased premises included in a producing unit from the surface to a depth of 100 feet below deepest depth of completion and production in paying quantities

on a unit by unit basis, in the absence of established units, lease will terminate except as to 40 acres for each producing oil well and 160 acres for each producing gas well in as near the form of a square from the surface to a depth of 100 feet below deepest depth of completion and production in paying quantities.

Applicant: VAN HORN ENERGY to Agency and by Resolution from the Louisiana Department Of Transportation And Development authorizing the Mineral Board to act in its behalf

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other



Office of Mineral Resources, Acres: 6 Tract Number: 38717