

# SPECIAL NOTICE

On Tuesday, October 14, 2008, the Office of Mineral Resources on behalf of the State Mineral Board advertised in the "Notice of Publication" for receipt of sealed bids on or before **4:30 P.M., November 10, 2008**, for State Leases to be awarded upon **Tract Nos. 40435 through 40583, inclusive**, at its **November 12, 2008** Lease Sale. Within the said advertisement, certain tracts were omitted. By virtue of this public notice, **the following tracts in the respective parishes**, are hereby included as follows:

## **TRACT 40584 - Jefferson and Lafourche Parishes, Louisiana**

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description as to which title is vested in the State of Louisiana, together with all islands arising therein and other lands formed by accretion or by reliction, where allowed by law, excepting tax adjudicated lands, and not presently under mineral lease on November 12, 2008, situated in Jefferson and Lafourche Parishes, Louisiana, and more particularly described as follows: Beginning at the Northeast corner of State Lease No. 19038 having Coordinates of X = 2,394,200.00 and Y = 298,900.00; thence North 6,307.46 feet to a point having Coordinates of X = 2,394,200.00 and Y = 305,207.46; thence East 7,395.65 feet to the Southernmost corner of State Lease No. 18727 having Coordinates of X = 2,401,595.65 and Y = 305,207.46; thence East 4,778.80 feet to a point having Coordinates of X = 2,406,374.45 and Y = 305,207.46; thence South 48 degrees 11 minutes 29 seconds East 8,449.41 feet to a point having Coordinates of X = 2,412,672.44 and Y = 299,574.71; thence South 6,862.08 feet to a point having Coordinates of X = 2,412,672.44 and Y = 292,712.63; thence West 18,472.44 feet to a point on the East boundary of State Lease No. 19040 having Coordinates of X = 2,394,200.00 and Y = 292,712.63; thence North 3,187.37 feet along the East boundary of said State Lease No. 19040 to its Northeast corner, also being the Southeast corner of said State Lease No. 19038 having Coordinates of X = 2,394,200.00 and Y = 295,900.00; thence North 3,000.00 feet along the East boundary of said State Lease No. 19038 to the point of beginning, **LESS AND EXCEPT** all of State Lease No. 19909 that lies within the above described tract, being more fully described as follows: Commencing at the point of beginning of the above described nominated tract having Coordinates of X = 2,394,200.00 and Y = 298,900.00; thence South 78 degrees 54 minutes 17 seconds East 7,638.78 feet to the Northeast corner of said State Lease No. 19909 having Coordinates of X = 2,401,696.00 and Y = 297,430.00; thence along the boundary of said State Lease No. 19909 the following courses: South 2,665.00 feet to a point having Coordinates of X = 2,401,696.00 and Y = 294,765.00; West 2,709.00 feet to a point having Coordinates of X = 2,398,987.00 and Y = 294,765.00; North 2,665.00 feet to a point having Coordinates of X = 2,398,987.00 and Y = 297,430.00 and East 2,709.00 feet back to its Northeast corner, the above described tract containing approximately **2,342 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 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: NEW HOLDINGS, LLC

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other

Legend  
08110  
Active  
DO0020



**TRACT 40585 - Caddo 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 Board Of Supervisors Of Southern University And A&M College on November 12, 2008, being more fully described as follows: From the Southeast corner Section 18, Township 18 North, Range 14 West, Caddo Parish, Louisiana, said corner being the centerline intersection of the Cooper Rd. and Juvenile Rd.; run North 89 degrees 55 feet West, along the centerline of the Cooper Rd. a distance of 800 feet; run thence North 0 degrees 08 feet East, a distance of 50 Feet to a point on the North right of way line of the Cooper Rd., said point being the point of beginning of the tract herein described; run thence North 89 degrees 55 feet West, along said North right of way line, a distance of 1,674.27 Feet; run thence North 61 degrees 41 feet West, a distance of 135.15 Feet to a point on the East right of way line of United Gas Pipeline Company's 60 Foot right of way; run thence North 0 degrees 14 feet East, along said East right of way line a distance of 1,217.79 Feet; run thence South 89 degrees 53 feet East, a distance of 2,591.58 Feet to a point on the East line of said Section 18; run thence South 0 degrees 08 feet West, along said East line of Section 18, a distance of 600 Feet; run thence North 89 degrees 55 feet West, a distance of 800.10 Feet; run thence south 0 degrees 08 feet West a distance of 680.56 Feet to the point of beginning, containing 63.67 acres, more or less, all as more fully shown by Map of Survey made by Demopulos AND Ferguson, consulting engineers. And that certain tract of land, located and described as follows: Northwest Quarter (NW 1/4) of the Southeast Quarter (SE 1/4) less the west fifty (50') feet thereof of Section Eighteen (18) Township Eighteen (18) North. Range Fourteen (14) West, situated in Caddo Parish, Louisiana, and Lot 90, Lot 91, Lot 96 and Lot 97, all in Cooper Heights Subdivision Unit No. 4, lying next to and adjoining on the east said Northwest Quarter (NW 1/4) of Southeast Quarter (SE 1/4) of said Section 18, Township 18 North, Range 14 West, situated in Caddo Parish, Louisiana, **LESS AND EXCEPT** those portions of Lots 84 and 85 of Cooper Heights Subdivision Unit No. 4 lying within the said Northwest Quarter (NW 1/4) of Southeast Quarter (SE 1/4) of Section 18, Township 18 North, Range 14 West, Caddo Parish, Louisiana, containing 38.48 acres, nomination containing a total of **102.15 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: 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.

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: Southern University at Shreveport shall be reimbursed for all damaged marketable timber at current market value.

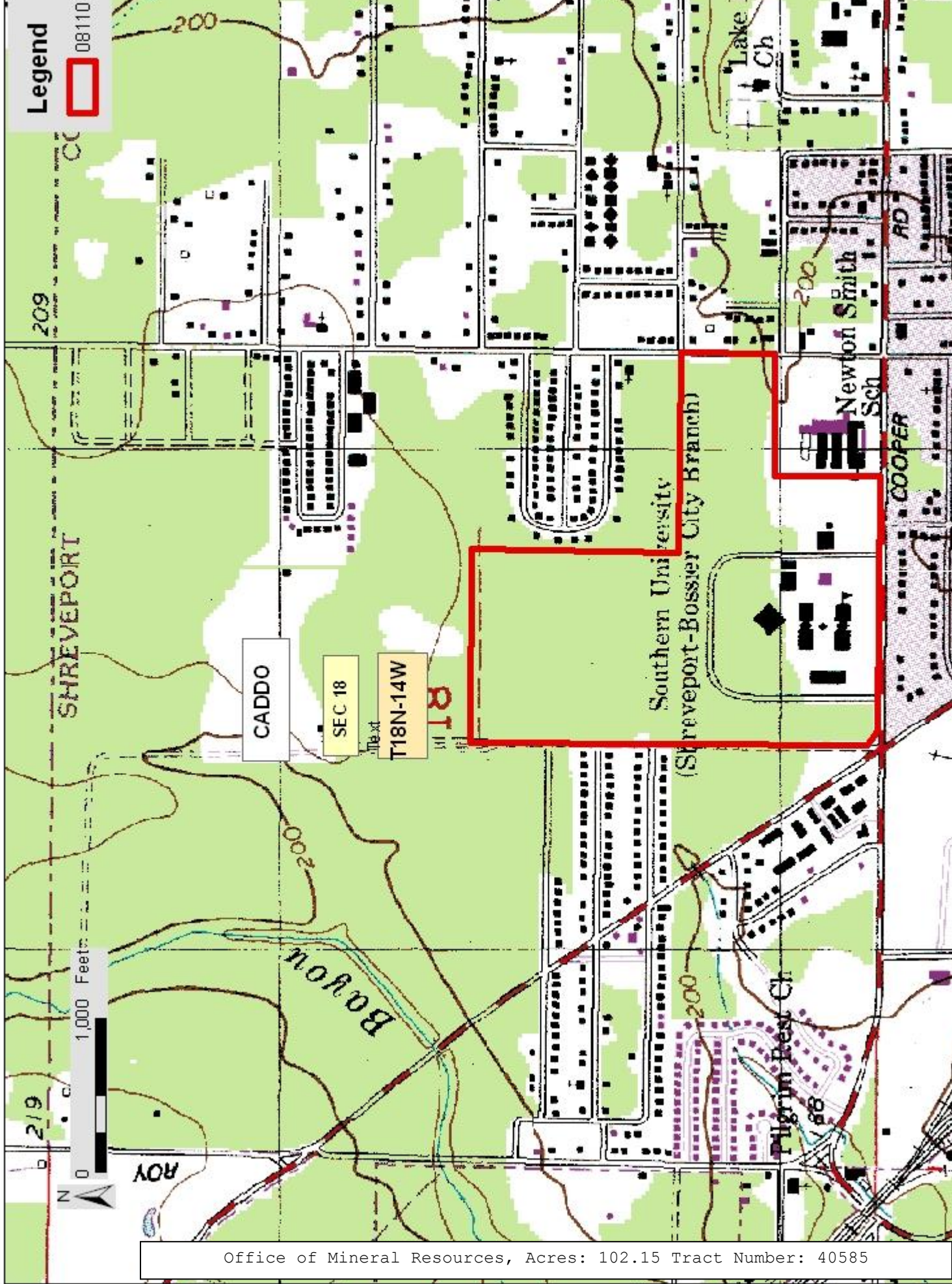
NOTE: There will be a requirement of a minimum bonus of \$20,000 per acre.

NOTE: There will be a minimum royalty of not less than 25%.

Applicant: BOARD OF SUPERVISORS OF SOUTHERN UNIVERSITY AND A&M COLLEGE to Agency and by Resolution from the Board Of Supervisors Of Southern University And A&M College authorizing the Mineral Board to act in its behalf

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other





Office of Mineral Resources, Acres: 102.15 Tract Number: 40585

**TRACT 40586 - Plaquemines 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 Plaquemines Parish Government (Council) and Jefferson Parish Council on November 12, 2008, being more fully described as follows: That certain tract of land belonging to the Jefferson Parish Council and the Plaquemines Parish Government (formerly known as Plaquemines Parish Commission Council), being an undivided fifty (50%) percent interest to each said parish, and being situated in portions of Sections 44 and 45, Township 15 South, Range 24 East, Plaquemines Parish, Louisiana and being more particularly described as beginning at a point having Coordinates of X = 2,411,484.45 feet and Y = 417,092.05 feet and which point is the intersection of Sections 3, 4, 45 and 46, Township 15 South, Range 24 East; thence South 28 degrees 20 minutes 05 seconds West, along the section line between Sections 4 and 45 and Sections 4 and 44, both of Township 15 South, Range 24 East, Plaquemines Parish, Louisiana, a distance of 3,404.10 feet; thence North 68 degrees 46 minutes 34 seconds West, a distance of 1,643.97 feet to a point; thence North 25 degrees 23 minutes 35 seconds East, a distance of 3,509.93 feet to a point on the section line between Sections 45 and 46, Township 15 South, Range 24 East, Plaquemines Parish, Louisiana; thence along the section line between Sections 45 and 46, Township 15 South, Range 24 East, South 64 degrees 53 minutes 50 seconds East, a distance of 1,814.34 feet to the point of beginning, containing approximately **136.838 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 royalty of twenty-five (25%) of all gas and oil produced and saved.

NOTE: The mineral royalty of twenty-five (25%) of the value per long ton of sulphur produced and saved which shall yield not less than two dollars (\$2.00) per long ton.

NOTE: The mineral royalty of twenty-five (25%) of the value per ton for all potash produced and saved, which shall yield not less than ten cents (\$.10) per ton.

NOTE: The mineral royalty of five (5%) percent of all lignite produced and saved.

NOTE: The mineral royalty of five (5%) percent of the value per ton on a dry salt basis for all salt produced and saved, which shall yield not less than ten cents (\$0.10) per ton.

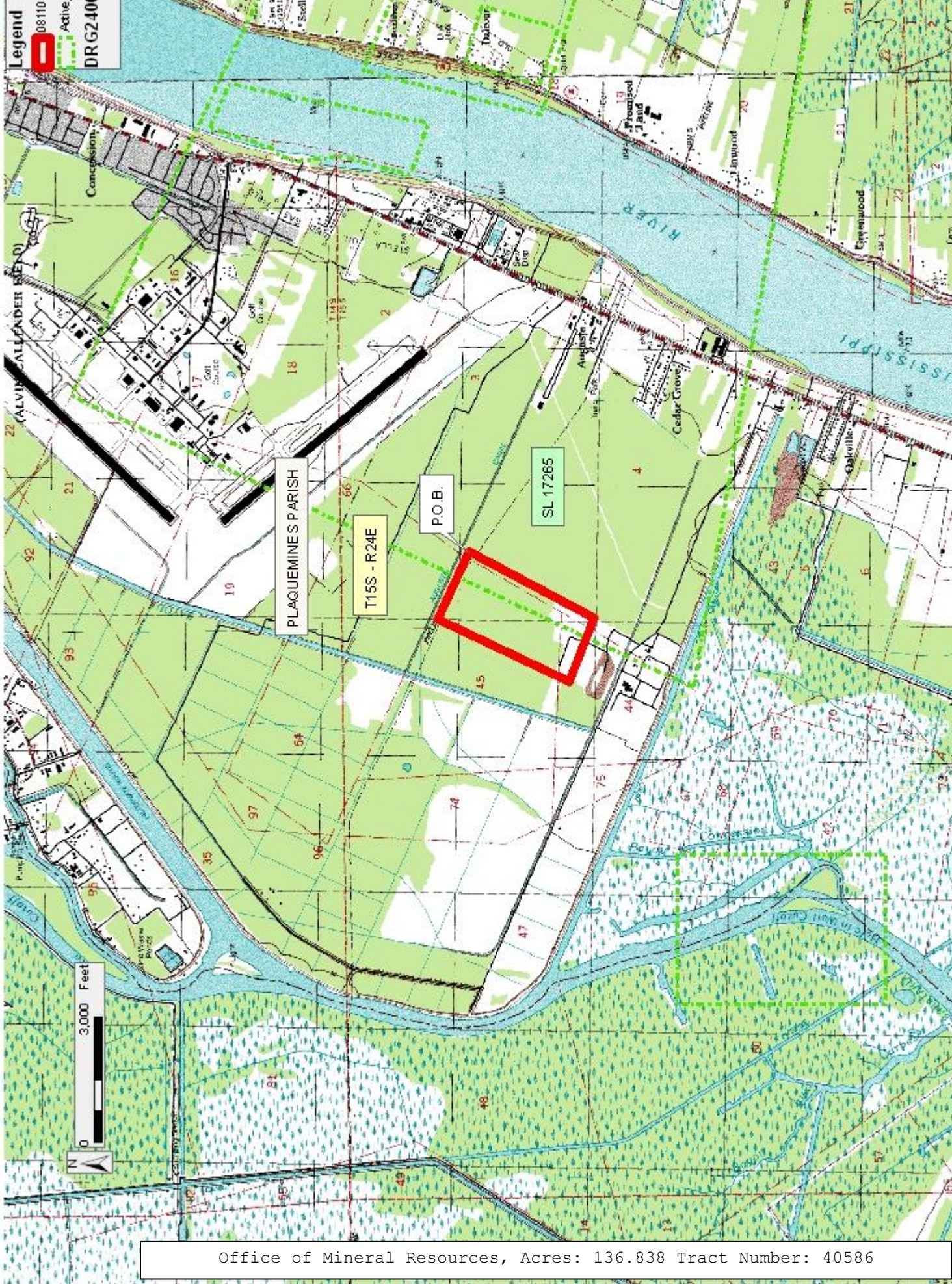
NOTE: The mineral royalty of twenty-five (25%) percent of all other minerals produced and saved; and, subject to all provisions noted in the Plaquemines Parish Government, Mineral Lease Form.

Applicant: ALLEN & KIRMSE, LTD. to Agency and by Resolution from the Plaquemines Parish Government (Council) and Jefferson Parish Council authorizing the Mineral Board to act in its behalf

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other



Legend  
081110  
Active  
DRG240



Office of Mineral Resources, Acres: 136.838 Tract Number: 40586



**TRACT 40587 - Plaquemines Parish, Louisiana**

All State owned lands and water bottoms located within the boundaries of the Pass-A-Loutre Wildlife Management Area as defined by the Department of Wildlife and Fisheries incorporating a title opinion from the Office of the Governor dated August 3, 1998, not presently under mineral lease by the State of Louisiana on September 10, 2008, all as set forth following: Beginning at a point within the Pass-A-Loutre Wildlife Management Area having Coordinates of X = 2,665,015.28 and Y = 167,659.76; thence East approximately 9,860 feet to a point of intersection with the Western boundary of State Lease No. 214, as amended, and State Lease No. 1393 having a Coordinate of Y = 167,659.76; thence along the boundary of said State Lease No. 214 and said State Lease No. 1393 the following: Southerly approximately 7,092 feet and Southeasterly approximately 212 feet to a point that intersects a North-South line having a Coordinate of X = 2,675,015.28; thence South approximately 2,062 feet to a point having Coordinates of X = 2,675,015.28 and Y = 158,370.00; thence West 10,000.00 feet to a point having Coordinates of X = 2,665,015.28 and Y = 158,370.00; thence North 9,289.76 feet to the point of beginning, **LESS AND EXCEPT** that portion, if any, of State Lease No. 214, as amended, and State Lease No. 1393 that may lie within the above described tract, containing approximately **2,113 acres, LESS AND EXCEPT** any privately owned land that may be located within the above described Tract, if any, comprising approximately 0 acres, leaving a total of 2,113 net acres of State owned land and water bottoms within the above described Tract, all as more particularly outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927, (South Zone).

NOTE: The 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 \$350 per acre and a minimum royalty of 25%.

NOTE: The mineral lease is located within the Pass A Loutre 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. In the event that dredging is required the Department shall have discretion to determine spoil placement and shall also have the discretion to require hydraulic dredging or spray dredging.

4. Mitigation will be required to offset avoidable 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. Compliance with the said WMA regulations will be required unless otherwise specified by the Department.

8. 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) 284-5268.

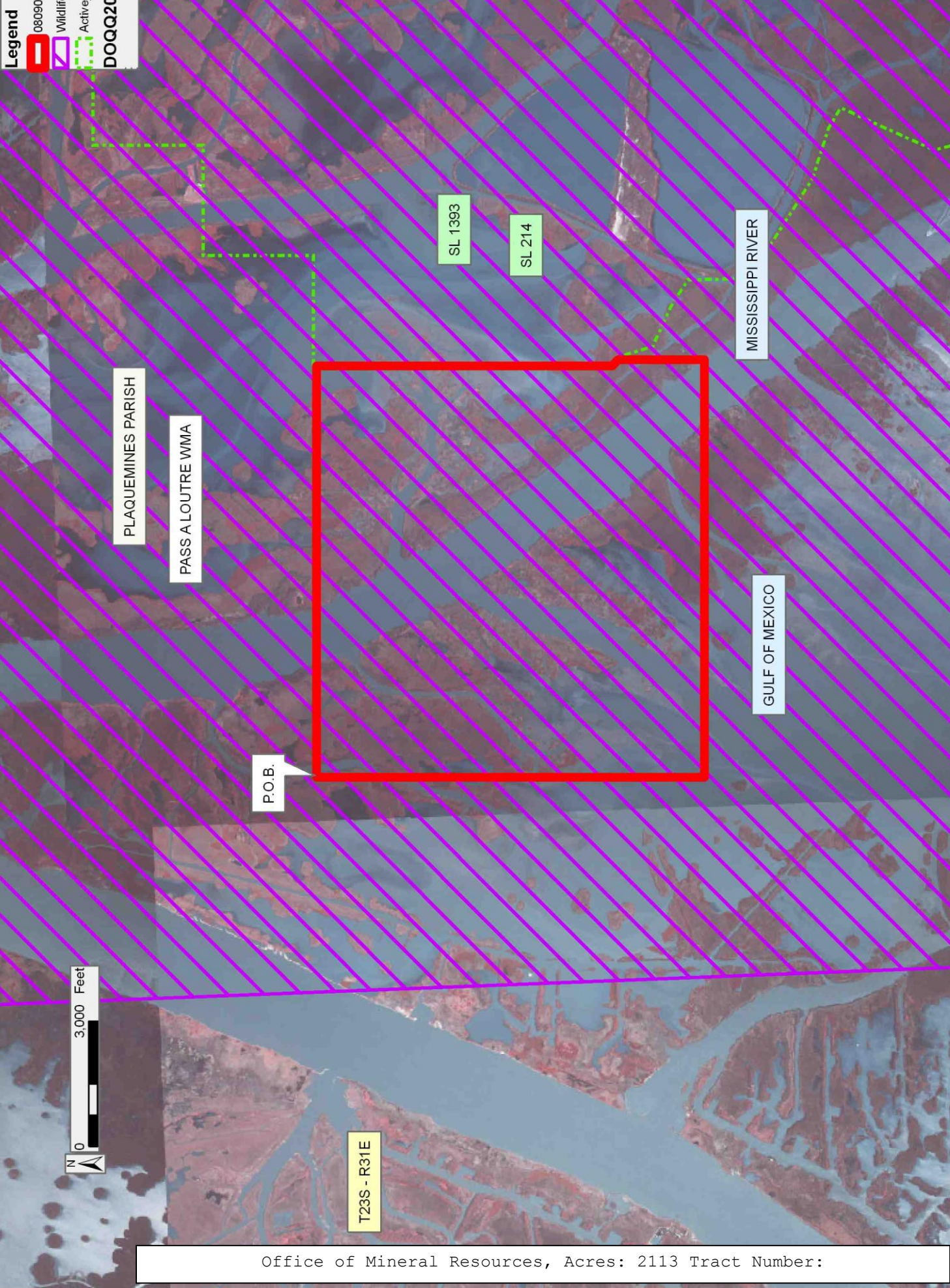
NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing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

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other



Legend  
08090  
Wildlif  
Active  
DOQQ20



Office of Mineral Resources, Acres: 2113 Tract Number:

**TRACT 40588 - Plaquemines Parish, Louisiana**

All State owned lands and water bottoms located within the boundaries of the Pass-A-Loutre Wildlife Management Area as defined by the Department of Wildlife and Fisheries incorporating a title opinion from the Office of the Governor dated August 3, 1998, not presently under mineral lease by the State of Louisiana on September 10, 2008, all as set forth following: Beginning at a point within the Pass-A-Loutre Wildlife Management Area having Coordinates of X = 2,665,015.28 and Y = 158,370.00; thence East 10,000.00 feet to a point having Coordinates of X = 2,675,015.28 and Y = 158,370.00; thence South 7,917.00 feet to a point having Coordinates of X = 2,675,015.28 and Y = 150,453.00; thence West 10,000.00 feet to a point having Coordinates of X = 2,665,015.28 and Y = 150,453.00; thence North 7,917.00 feet to the point of beginning, containing approximately **1,817.49 acres, LESS AND EXCEPT** any privately owned land that may be located within the above described Tract, if any, comprising approximately 0 acres, leaving a total of 1,817.49 net acres of State owned land and water bottoms within the above described Tract, all as more particularly outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927, (South Zone).

NOTE: The 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 \$350 per acre and a minimum royalty of 25%.

NOTE: The mineral lease is located within the Pass A Loutre 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. In the event that dredging is required the Department shall have discretion to determine spoil placement and shall also have the discretion to require hydraulic dredging or spray dredging.
4. Mitigation will be required to offset avoidable 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.



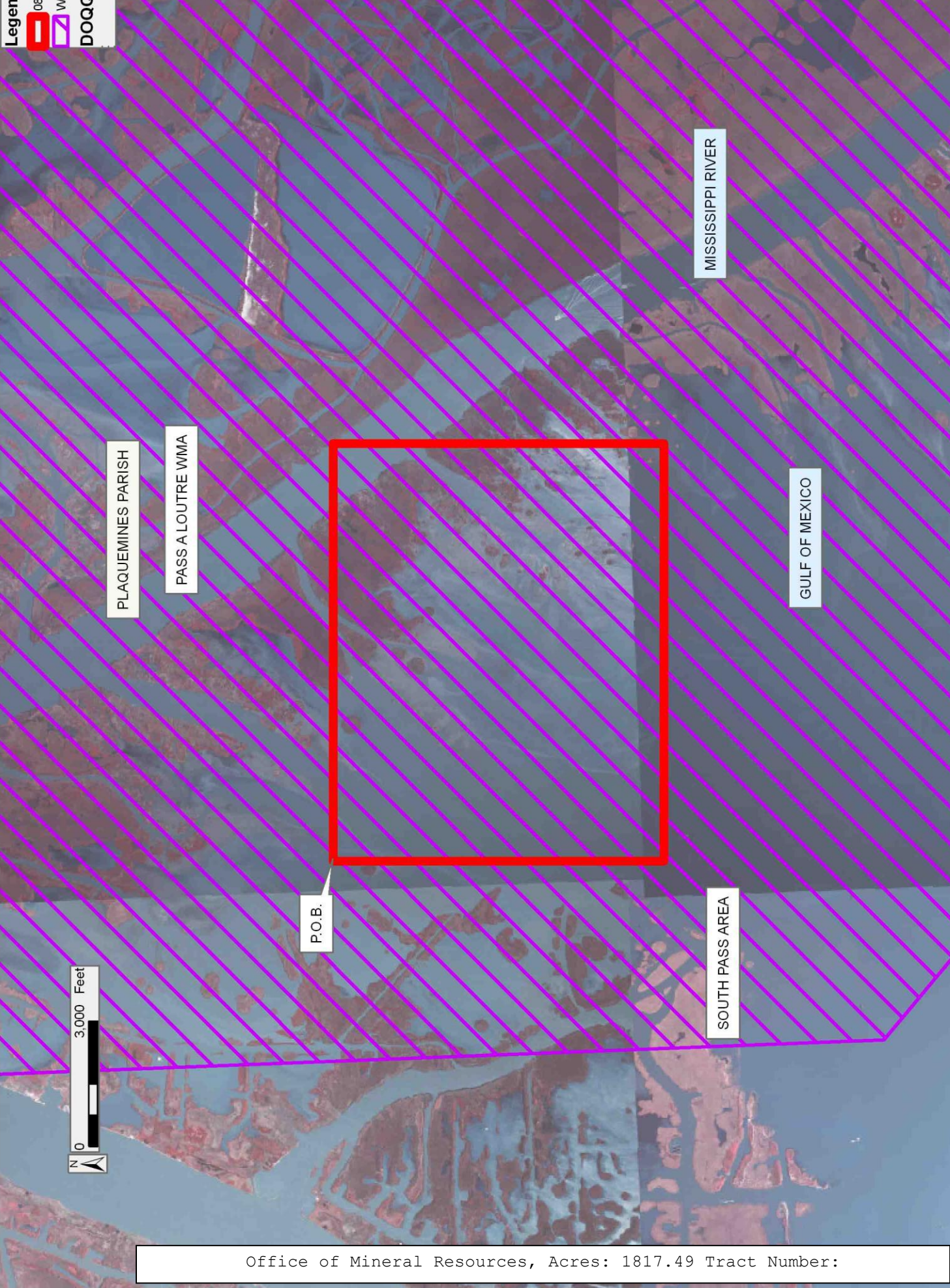
7. Compliance with the said WMA regulations will be required unless otherwise specified by the Department.

8. 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) 284-5268.

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: BROADMOOR PRODUCTION COMPANY

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other





**TRACT 40589 - Plaquemines Parish, Louisiana**

All State owned lands and water bottoms located within the boundaries of the Pass-A-Loutre Wildlife Management Area as defined by the Department of Wildlife and Fisheries incorporating a title opinion from the Office of the Governor dated August 3, 1998, not presently under mineral lease by the State of Louisiana on September 10, 2008, all as set forth following: Beginning at a point within the Pass-A-Loutre Wildlife Management Area having Coordinates of X = 2,665,015.28 and Y = 150,453.00; thence East 10,000.00 feet to a point having Coordinates of X = 2,675,015.28 and Y = 150,453.00; thence South 7,707.03 feet to a point having Coordinates of X = 2,675,015.28 and Y = 142,745.97; thence West approximately 3,517 feet to a point on the Eastern boundary of State Lease No. 999, as amended, having a Coordinate of Y = 142,745.97; thence Northwesterly approximately 8,941 feet along the Eastern boundary of said State Lease No. 999 to a point of intersection with a North-South line having a Coordinate of X = 2,665,015.28; thence North approximately 1,572 feet along said line to the point of beginning, **LESS AND EXCEPT** that portion, if any, of State Lease No. 999, as amended, that may lie within the above described tract, containing approximately **1,315 acres, LESS AND EXCEPT** any privately owned land that may be located within the above described Tract, if any, comprising approximately 0 acres, leaving a total of 1,315 net acres of State owned land and water bottoms within the above described Tract, all as more particularly outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927, (South Zone).

NOTE: The 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 \$350 per acre and a minimum royalty of 25%.

NOTE: The mineral lease is located within the Pass A Loutre 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. In the event that dredging is required the Department shall have discretion to determine spoil placement and shall also have the discretion to require hydraulic dredging or spray dredging.

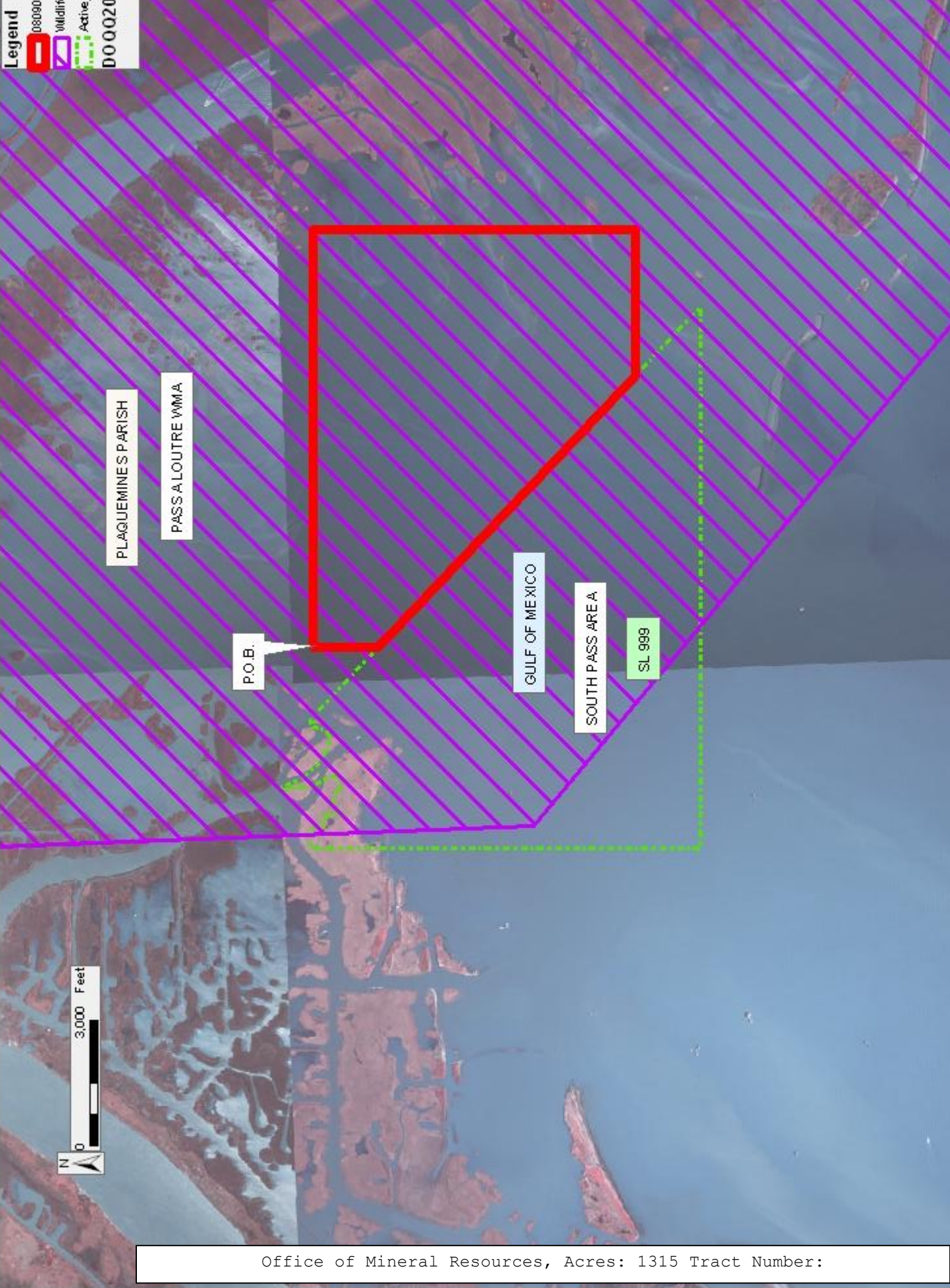
4. Mitigation will be required to offset avoidable wetland impacts.
5. Removal of all structures, facilities and equipment will be required within 120 days of abandonment unless otherwise agreed to by the Louisiana Department of Wildlife and Fisheries.
6. No activities will be allowed during the hunting season unless approved by the Department.
7. Compliance with the said WMA regulations will be required unless otherwise specified by the Department.
8. 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) 284-5268.

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: BROADMOOR PRODUCTION COMPANY

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other

Legend  
08090  
Wildlife  
Active  
DO 0020



Office of Mineral Resources, Acres: 1315 Tract Number: