TRACT 36940 - Portion of Block 16, South Timbalier Area, Revised, Terrebonne Parish, Louisiana

The beds and bottoms of all water bodies belonging to the State of Louisiana located in Block 16, South Timbalier Area, Revised, together with any present lands formed by accretion to the shoreline or islands formed therein, located in Terrebonne Parish, Louisiana, owned by and not presently under mineral lease as of December 8, 2004, from the State of Louisiana, the geographical area of which is more fully described as follows: Beginning at the Northeast corner of Block 16, South Timbalier Area, Revised having Coordinates of X = 2,275,580.02 and Y = 134,330.00; thence South 10,231.29 feet along the East line of said Block 16 to a point having Coordinates of X = 2,275,580.02 and Y = 124,098.71; thence Northwesterly on a straight line to a point having Coordinates of X =2,270,161.00 and Y = 125,507.00; thence Northwesterly on an arc having a radius of 18,240.60 feet and a center at X = 2,274,746.00 and Y =143,162.00 to a point having Coordinates of X = 2,267,618.00 and Y =126,372.00; thence Northwesterly on a straight line to a point on the West line of said Block 16 having Coordinates of X = 2,264,446.02 and Y =127,719.25; thence North 1,466.75 feet along the West line of said Block 16 to a point, also being the Southwest corner of State Lease No. 16120 having Coordinates of X = 2,264,446.02 and Y = 129,186.00; thence along the boundary of said State Lease No. 16120 the following courses: South 63 degrees 07 minutes 43 seconds East 3,515.58 feet, North 33 degrees 54 minutes 47 seconds East 1,639.98 feet and North 49 degrees 05 minutes 33 seconds West 3,772.30 feet to a point on the North line of said State Lease No. 16120, also being the Southeast corner of State Lease No. 17435 having Coordinates of X = 2,265,646.02 and Y = 131,428.25; thence North 2,901.75 feet along the East line of said State Lease No. 17435 to its Northeast corner, also being a point on the North line of said Block 16 having Coordinates of X = 2,265,646.02 and Y = 134,330.00; thence East 9,934.00 feet along the North line of said Block 16 to the point of beginning, containing approximately 1,923.61 acres, LESS AND EXCEPT that portion thereof, if any, lying seaward of the line three nautical miles from the coast line of Louisiana, as said three mile line has been decreed by the Supreme Court of the United States, as determined by a Special Master appointed therein, in litigation styled United States v. State of Louisiana et al No. 9 Original, in 1975, all as more particularly outlined on a plat in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on the 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

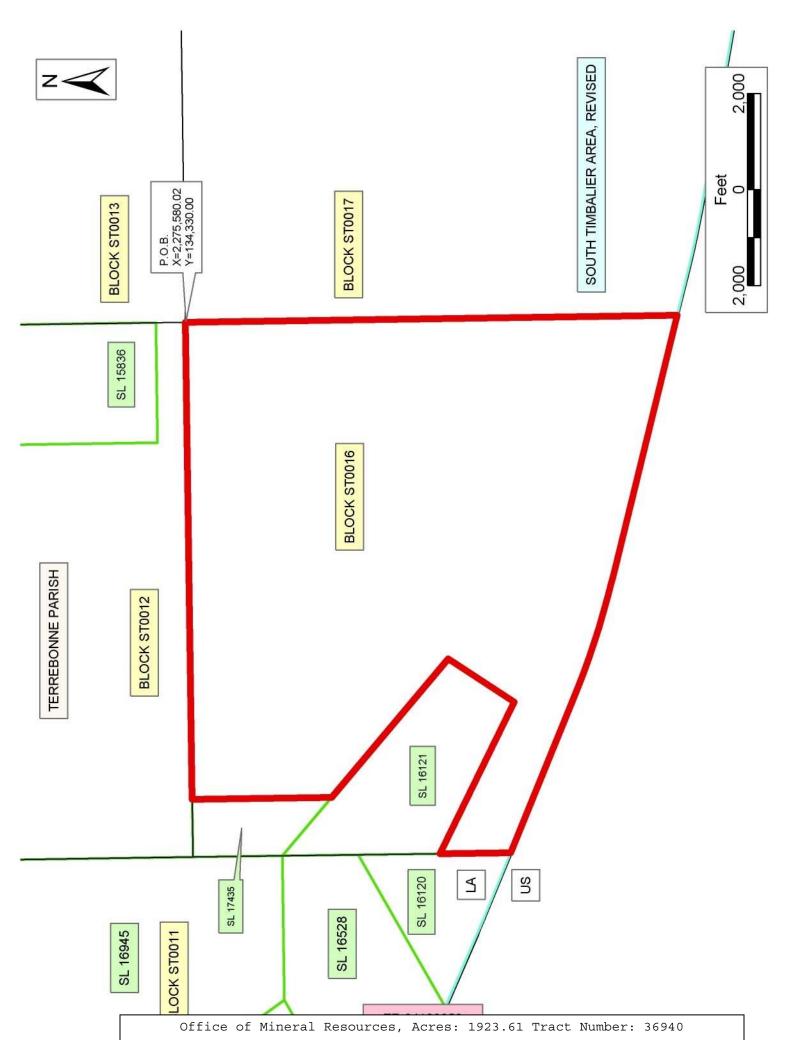
existence of conflicting leases, operating agreements, private claims or other future obligations or conditions which may affect all or any portion of the leased Tract, it shall not relieve the Lessee of the obligation to pay any bonus due thereon to the Louisiana State Mineral Board, nor shall the Louisiana 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 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: It appears, according to our records, that a portion of this Tract is located within the restrictive safety fairway area as set out by the Corps of Engineers, U.S. Army and/or the restrictive anchorage area as set out by the U.S. Coast Guard.

Applicant: Harold J. Anderson, Inc.

Bidder	Cash		Rental	Oil	Gas	Other
	Payment	Acre				



TRACT 36941 - Portion of Block 17, South Timbalier Area, Revised, Terrebonne Parish, Louisiana

The beds and bottoms of all water bodies belonging to the State of Louisiana located in Block 17, South Timbalier Area, Revised, together with any present lands formed by accretion to the shoreline or islands formed therein, located in Terrebonne Parish, Louisiana, owned by and not presently under mineral lease as of December 8, 2004, from the State of Louisiana, the geographical area of which is more fully described as follows: Beginning at the Northwest corner of Block 17, South Timbalier Area, Revised having Coordinates of X = 2,275,580.02 and Y = 134,330.00; thence East 10,369.98 feet along the North line of said Block 17 to a point having Coordinates of X = 2,285,950.00 and Y = 134,330.00; thence South 10,231.29 feet to a point having Coordinates of X = 2,285,950.00 and Y = 124,098.71; thence West 10,369.98 feet to a point on the West line of said Block 17 having Coordinates of X = 2,275,580.02 and Y = 124,098.71; thence North 10,231.29 feet along the West line of said Block 17 to the point of beginning, containing approximately 2,435.68 acres, LESS AND EXCEPT that portion thereof, if any, lying seaward of the line three nautical miles from the coast line of Louisiana, as said three mile line has been decreed by the Supreme Court of the United States, as determined by a Special Master appointed therein, in litigation styled United States v. State of Louisiana et al No. 9 Original, in 1975, all as more particularly outlined on a plat in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on the 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 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 such modification, cancellation, paid by the Lessor prior to 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.

Applicant: Harold J. Anderson, Inc.

Bidder	Cash	Price/	Rental	Oil	Gas	Other
	Payment	Acre				

