

SPECIAL NOTICE

On Wednesday, January 19, 2005 the Office of Mineral Resources on behalf of the State Mineral Board advertised in Notice of Publication for receipt of sealed bids on or before **9:00 o'clock a.m. on Wednesday, February 9, 2005**, for State Leases to be awarded upon **Tract Nos. 37049 through 37188**, inclusive at its **February 9, 2005** Lease Sale. Within said advertisement was an incorrect description for **Tract No. 37158, Cameron Parish**. By virtue of this public notice, **Tract No. 37158** in Cameron Parish, Louisiana is hereby corrected as follows:

TRACT 37158 - Cameron 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 Lower South Cameron Hospital Service District on February 9, 2005, being more fully described as follows: All of the interest of Lower South Cameron Memorial Hospital Service District, believed to be an undivided one half (1/2) interest, in those certain tracts or parcels of land containing 20.00 gross acres, more or less, situated in the South Half of the Southwest Quarter (S/2 of SW/4) of Section 30, Township 14 South, Range 8 West, Cameron Parish, Louisiana, said tracts or parcels of land being more particularly described as Lots 2 and 3 of that certain plat of survey, being Plat No. 1 attached to that certain Partition dated March 28, 1948, by and between the heirs of Esau Chadwell, recorded in COB 68, Page 250, under Entry No. 53773, said Lots together bounded now or formerly as follows: North by Kala Sue Billedeaux, et al, East by Genevieve Taylor Chadwell, South by the south section line of said Section 30, and West by Kala Sue Billedeaux, et al. The above described tract is a portion of the same property acquired by Lower South Cameron Memorial Hospital Service District (referred to therein, and thus sometimes also known as "South Cameron Memorial Hospital") as a legatee in the Succession of Rae Chadwell, Probate Docket No. 300 2400, Judgment of Possession dated August 30, 1989, recorded in COB 699, Page 691 (all recording references are to the public records of Cameron Parish, Louisiana) and comprises 20.00 gross acres, and undivided **10.00 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.

NOTE: A minimum bonus of \$300 per net acre, a minimum annual delay rental of \$300 per net acre, and a minimum royalty of 25.00% are required by Lower South Cameron Memorial Hospital Service District.

NOTE: Notwithstanding any provision herein to the contrary, Lessee shall not have the right to enter upon the surface of the leased premises without the prior written consent of Lessor, which consent shall not be unreasonably withheld. However, Lessee may recover hydrocarbons or other minerals from the property herein leased by directional drilling, unitization, or any other method provided for herein which will maintain this lease in full force and effect.

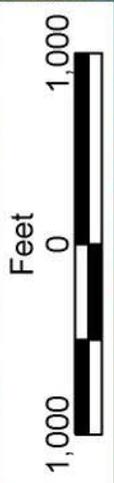
NOTE: This lease shall terminate as to all depths one hundred feet (100') below the stratigraphic equivalent of the greatest depth drilled and logged by any well drilled on the leased premises or on acreage pooled therewith on the latest of the following dates: (1) the expiration of the primary term; (2) the expiration of any further period after the primary term for which a rental as provided for elsewhere herein shall have been paid; (3) the expiration of ninety (90) days following the completion or abandonment of any well drilled on the leased premises, or acreage pooled therewith, the drilling of which was in progress on or before either date mentioned in (1) or (2) of this sentence, and in such event, Lessee shall promptly record an appropriate act of partial release and upon such termination, Lessor, its Lessee or assigns shall have the right of use of the leased premises for the purpose of investigation, exploration and production of minerals from the horizons to which this lease has terminated.

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: Allen & Kirmse, Ltd to Agency and by Resolution from the Lower South Cameron Hospital Service District authorizing the Mineral Board to act in its behalf

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other



CAMERON PARISH

T14S - R8W

SEC 30

SEC 31

T14S - R9W

SEC 25

PIPELINE

Field

Gas

30

5

4

31

BM 3

68

67

68

Office of Mineral Resources, Acres: 10 Tract Number: