

**TRACT 38210 - Portion of Block 44, Chandeleur Sound Area Addition, Revised, St. Bernard Parish, Louisiana**

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description the title of which vests 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 and cross hatched on April 12, 2006, situated in St. Bernard Parish, Louisiana, and more particularly described as follows: Beginning at a point on the West line of Block 44, Chandeleur Sound Area Addition, Revised having Coordinates of X = 2,650,100.00 and Y = 489,324.28; thence North 9,048.34 feet along the West line of said Block 44 to a point also being the most Westerly Southwest corner of State Lease No. 18311 having Coordinates of X = 2,650,100.00 and Y = 498,372.62; thence along the boundary of said State Lease No. 18311 the following courses: East 2,527.93 feet, South 2,169.26 feet and East 2,996.02 feet to the Southeast corner of said State Lease No. 18311 having Coordinates of X = 2,655,623.95 and Y = 496,203.36; thence South 379.08 feet to a point having Coordinates of X = 2,655,623.95 and Y = 495,824.28; thence East 2,372.86 feet to the Southwest corner of State Lease No. 18310 having Coordinates of X = 2,657,996.81 and Y = 495,824.28; thence East 4,175.00 feet along the South line of said State Lease No. 18310 to its Southeast corner having Coordinates of X = 2,662,171.81 and Y = 495,824.28; thence East 2,678.19 feet to a point on the East line of said Block 44 having Coordinates of X = 2,664,850.00 and Y = 495,824.28; thence South 6,500.00 feet along the East line of said Block 44 to a point having Coordinates of X = 2,664,850.00 and Y = 489,324.28; thence West 14,750.00 feet to the point of beginning, containing approximately **2,371 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.

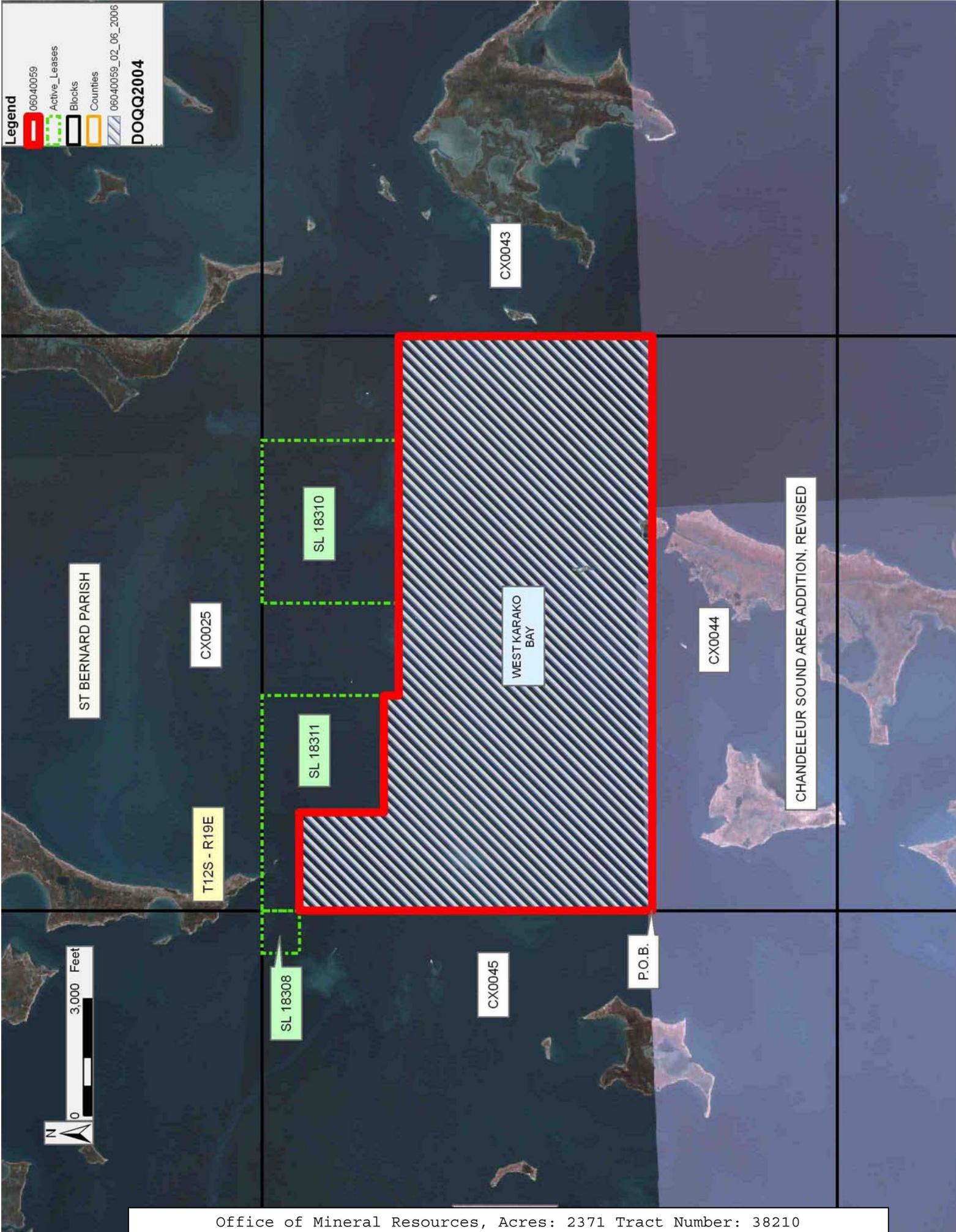
NOTE: The Department of Wildlife and Fisheries has designated certain areas in the coastal waters of the State of Louisiana as Oyster Seed Bed Areas. The exact location of those Seed Bed Areas must be obtained from the Department of Wildlife and Fisheries and any work done under a mineral lease from 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

**Legend**

- 06040059
- Active\_Leases
- Blocks
- Counties
- 06040059\_02\_06\_2006
- DOQQ2004**



**TRACT 38211 - Portion of Blocks 42, and 43, Chandeleur Sound Area Addition, Revised, St. Bernard Parish, Louisiana**

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description the title of which vests 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 and cross hatched on April 12, 2006, situated in St. Bernard Parish, Louisiana, and more particularly described as follows: Beginning at a point within Block 42, Chandeleur Sound Area Addition, Revised having Coordinates of X = 2,686,975.00 and Y = 492,535.00; thence South 7,955.00 feet to a point on the South line of said Block 42 having Coordinates of X = 2,686,975.00 and Y = 484,580.00; thence West 8,608.99 feet to a corner of State Lease No. 18720 having Coordinates of X = 2,678,366.01 and Y = 484,580.00; thence North 526.99 along East line of said State Lease No. 18720 to its most Easterly Southeast corner, also being the Southeast corner of State Lease No. 18315 having Coordinates of X = 2,678,366.01 and Y = 485,106.99; thence along the boundary of said State Lease No. 18315 the following courses: North 2,996.02 feet, West 2,996.02 feet and South 1,295.01 feet to a point on the West line of said State Lease No. 18315 also being the most Northerly Northeast corner of State Lease No. 18720 having Coordinates of X = 2,675,369.99 and Y = 486,808.00; thence West 1,648.99 feet along the North line of said State Lease No. 18720 to its Northwest corner having Coordinates of X = 2,673,721.00 and Y = 486,808.00; thence North 1,776.50 feet to a point on the South line of State Lease No. 18317 having Coordinates of X = 2,673,721.00 and Y = 488,584.50; thence along the boundary of said State Lease No. 18317 the following courses: East 874.50 feet and North 00 degrees 07 minutes 28 seconds West 3,370.51 feet to its Northeast corner, also being the Southeast corner of State Lease No. 18307 having Coordinates of X = 2,674,588.18 and Y = 491,955.00; thence North 00 degrees 07 minutes 28 seconds West 580.00 feet to a point on the East line of said State Lease No. 18307 to a point having Coordinates of X = 2,674,586.92 and Y = 492,535.00; thence East 12,388.08 feet to the point of beginning, containing approximately **2,014.90 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.

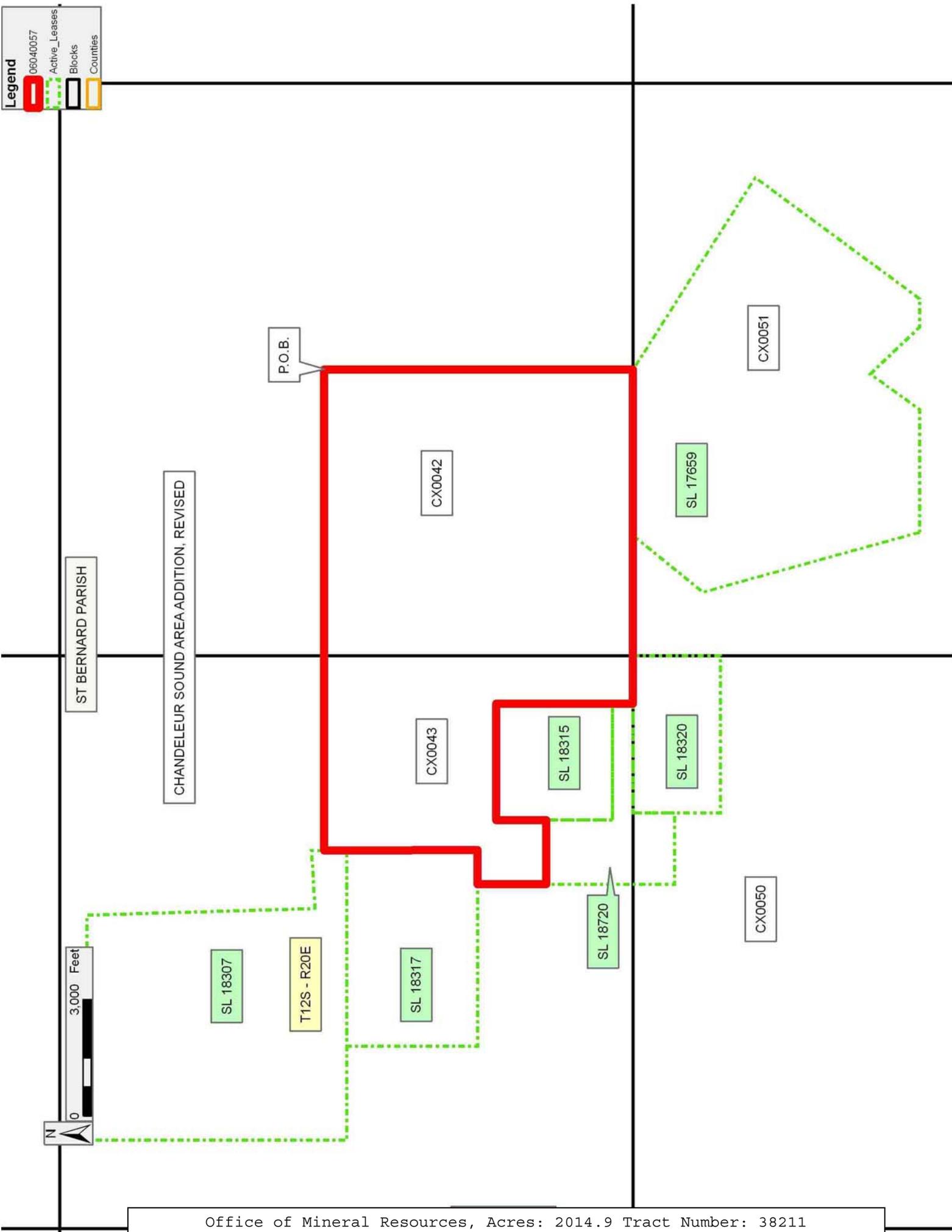
NOTE: The Department of Wildlife and Fisheries has designated certain areas in the coastal waters of the State of Louisiana as Oyster Seed Bed Areas. The exact location of those Seed Bed Areas must be obtained from the Department of Wildlife and Fisheries and any work done under a mineral lease from 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

**Legend**

- 06040057
- Active\_Leases
- Blocks
- Counties



**TRACT 38212 - Portion of Blocks 43, 44, 49, and 50, Chandeleur Sound Area Addition, Revised, St. Bernard Parish, Louisiana**

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description the title of which vests 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 and cross hatched on April 12, 2006, situated in St. Bernard Parish, Louisiana, and more particularly described as follows: Beginning at a point within Block 44, Chandeleur Sound Area Addition, Revised having Coordinates of X = 2,657,475.00 and Y = 489,324.28; thence East 10,000.00 to a point having Coordinates of X = 2,667,475.00 and Y = 489,324.28; thence South 7,923.82 feet to a point on the North line of State Lease No. 18321 having Coordinates of X = 2,667,475.00 and Y = 481,400.46; thence South 89 degrees 44 minutes 51 seconds West 2,625.03 feet to the Northwest corner of said State Lease No. 18321 also being the Northeast corner of State Lease No. 18318 having Coordinates of X = 2,664,850.00 and Y = 481,388.89; thence along the boundary of said State Lease No. 18318 the following courses: South 89 degrees 44 minutes 51 seconds West 2,018.52 feet and South 4,175.00 feet to its Southwest corner having Coordinates of X = 2,662,831.50 and Y = 477,205.00; thence West 5,356.50 feet to a point having Coordinates of X = 2,657,475.00 and Y = 477,205.00; thence North 12,119.28 feet to the point of beginning, **LESS AND EXCEPT** those portions of State Lease No. 18314 and State Lease No. 18316 that lie within the above described tract, and more particularly described as follows: Beginning at the Southwest corner of State Lease No. 18314 having Coordinates of X = 2,663,320.16 and Y = 485,368.01; thence along the boundary of said State Lease No. 18314 the following courses: North 2,996.02 feet and East 1,529.84 feet to its Northeast corner, also being the Northwest corner of State Lease No. 18316 having Coordinates of X = 2,664,850.00 and Y = 488,364.03; thence along the boundary of said State Lease No. 18316 the following courses: East 1,466.18 feet, South 2,996.02 feet and West 1,466.18 feet to its Southwest corner, also being the Southeast corner of said State Lease No. 18314 having Coordinates of X = 2,664,850.00 and Y = 485,368.01; thence West 1,529.84 feet along the South line of said State Lease No. 18314 to its Southwest corner, also being the point of beginning, containing approximately **1,771 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.

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

**Legend**

- 06040067
- Active\_Leases
- Blocks
- Counties
- 06040067\_02\_03\_2006

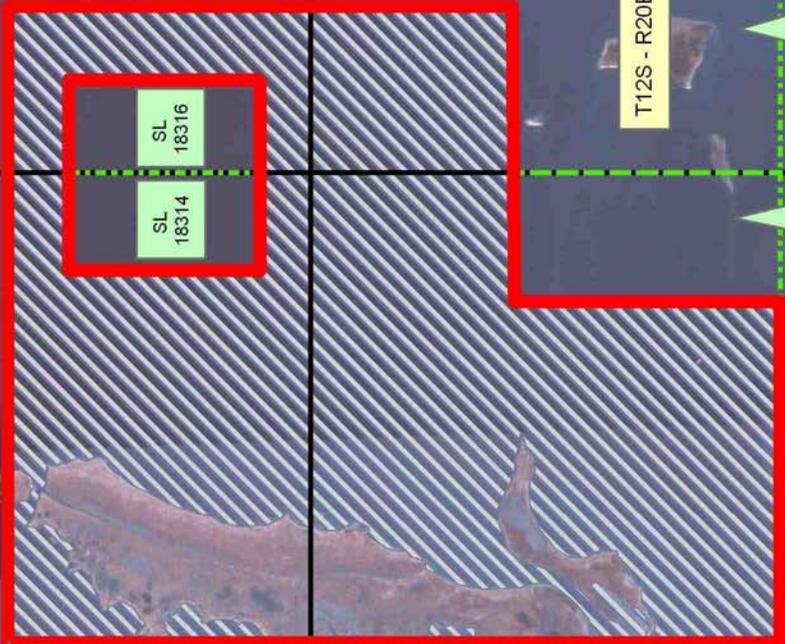
**DOQQ2004**



ST BERNARD PARISH

CX0043

CX0050



P.O.B.

T12S - R19E

CRANETOWN BAY

CHANDELEUR SOUND AREA ADDITION, REVISED



CX0044

CX0049

**TRACT 38213 - Portion of Block 4, Chandeleur Sound Area, and Block 50, Chandeleur Sound Area Addition, Revised, St. Bernard Parish, Louisiana**

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description the title of which vests 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 and cross hatched on April 12, 2006, situated in St. Bernard Parish, Louisiana, and more particularly described as follows: Beginning at a point within Block 4, Chandeleur Sound Area, having Coordinates of X = 2,676,985.00 and Y = 468,634.00; thence West 4,909.50 feet to a point having Coordinates of X = 2,672,075.50 and Y = 468,634.00; thence North 3,337.50 feet to the Southeast corner of State Lease No. 18323 having Coordinates of X = 2,672,075.50 and Y = 471,971.50; thence along the boundary of said State Lease No. 18323 the following courses: North 4,175.00 feet and West 3,811.24 feet to a point on the North line of said State Lease No. 18323 having Coordinates of X = 2,668,264.26 and Y = 476,146.50; thence North 1,058.50 feet to the Southeast corner of State Lease No. 18321 having Coordinates of X = 2,668,264.26 and Y = 477,205.00; thence along the boundary of said State Lease No. 18321 the following courses: North 02 degrees 41 minutes 37 seconds West 4,202.71 feet and South 89 degrees 44 minutes 51 seconds West 591.77 feet to a point on the North line of said State Lease No. 18321 having Coordinates of X = 2,667,475.00 and Y = 481,400.46; thence North 3,179.54 feet to a point on the North line of Block 50, Chandeleur Sound Area Addition, Revised having Coordinates of X = 2,667,475.00 and Y = 484,580.00; thence East 6,246.00 feet along the North line of said Block 50 to a point, also being a point on the West line of State Lease No. 18720 having Coordinates of X = 2,673,721.00 and Y = 484,580.00; thence along the boundary of said State Lease No. 18720 the following courses: South 1,072.00 feet and East 1,829.00 feet to its most Southerly Southeast corner, also being a point on the West line of State Lease No. 18320 having Coordinates of X = 2,675,550.00 and Y = 483,508.00; thence along the boundary of said State Lease No. 18320 the following courses: South 1,178.00 feet and East 1,435.00 feet to a point on the South line of said State Lease No. 18320 having Coordinates of X = 2,676,985.00 and Y = 482,330.00; thence South 13,696.00 feet to the point of beginning, containing approximately **2,447 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.

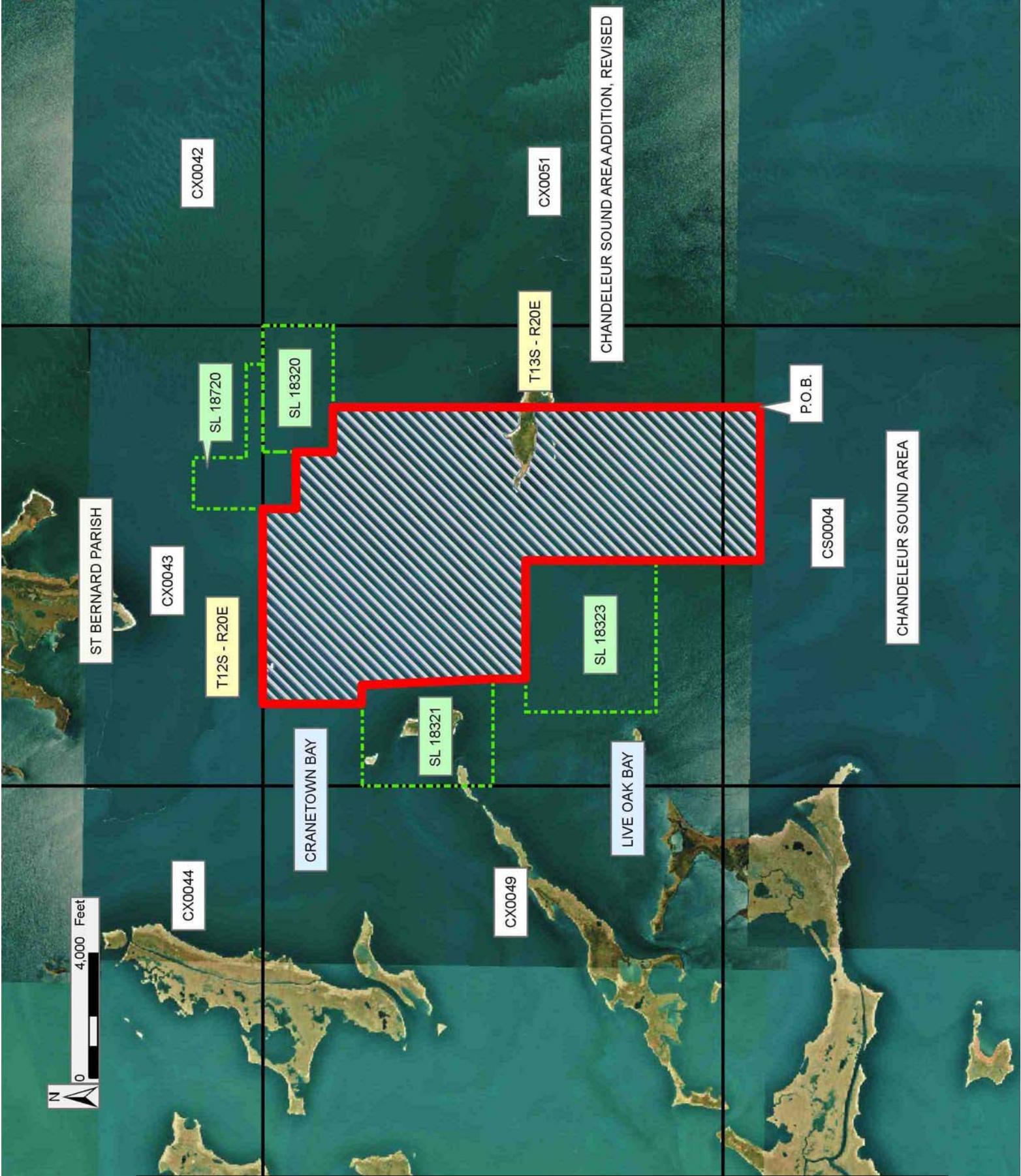
NOTE: The Department of Wildlife and Fisheries has designated certain areas in the coastal waters of the State of Louisiana as Oyster Seed Bed Areas. The exact location of those Seed Bed Areas must be obtained from the Department of Wildlife and Fisheries and any work done under a mineral lease from 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

**Legend**

- 06040068
- Active\_Leases
- Blocks
- Counters
- 06040068\_02\_06\_06
- DOQQ1998
- DOQQ2004



**TRACT 38214 - Portion of Blocks 4, and 5, Chandeleur Sound Area, Blocks 50, and 51, Chandeleur Sound Area Addition, Revised, St. Bernard Parish, Louisiana**

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description the title of which vests 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 and cross hatched on April 12, 2006, situated in St. Bernard Parish, Louisiana, and more particularly described as follows: Beginning at a point within Block 4, Chandeleur Sound Area, having Coordinates of X = 2,676,985.00 and Y = 468,634.00; thence North 13,696.00 feet to a point on the South line of State Lease No. 18320 having Coordinates of X = 2,676,985.00 and Y = 482,330.00; thence along the boundary of said State Lease No. 18320 the following courses: East 2,615.00 feet and North 2,250.00 feet to its Northeast corner, also being a point on the North line of Block 51, Chandeleur Sound Area Addition, Revised having Coordinates of X = 2,679,600.00 and Y = 484,580.00; thence East 3,110.62 feet along the North line of said Block 51 to a point, also being a point on the boundary line of State Lease No. 17659 having Coordinates of X = 2,682,710.62 and Y = 484,580.00; thence along the boundary of said State Lease No. 17659 the following courses: South 39 degrees 08 minutes 33 seconds West 2,326.16 feet, South 15 degrees 26 minutes 07 seconds East 5,779.33 feet, East 3,166.59 feet, North 35 degrees 30 minutes 04 seconds East 1,560.14 feet and South 43 degrees 41 minutes 16 seconds East 176.63 feet to a point on the boundary line of said State Lease No. 17659 having Coordinates of X = 2,686,975.00 and Y = 478,347.40; thence South 9,713.40 feet to a point having Coordinates of X = 2,686,975.00 and Y = 468,634.00; thence West 9,990.00 feet to the point of beginning, **LESS AND EXCEPT** those portions of State Lease No. 18375 and State Lease No. 18376 that lie within the above described tract, and more particularly described as follows: Beginning at the Southwest corner of State Lease No. 18376 having Coordinates of X = 2,679,600.00 and Y = 474,788.19; thence North 1,416.81 feet along the West line of said State Lease No. 18376 to its Northwest corner, also being the Southwest corner of State Lease No. 18375 having Coordinates of X = 2,679,600.00 and Y = 476,205.00; thence along the boundary of said State Lease No. 18375 the following courses: North 1,534.80 feet, East 2,951.61 feet and South 1,534.80 feet to its Southeast corner, also being the Northeast corner of said State Lease No. 18376 having Coordinates of X = 2,682,551.61 and Y = 476,205.00; thence along the boundary of said State Lease No. 18376 the following courses: South 1,416.80 feet and West 2,951.61 feet to its Southwest corner, also being the point of beginning, containing approximately **2,485 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.

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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.

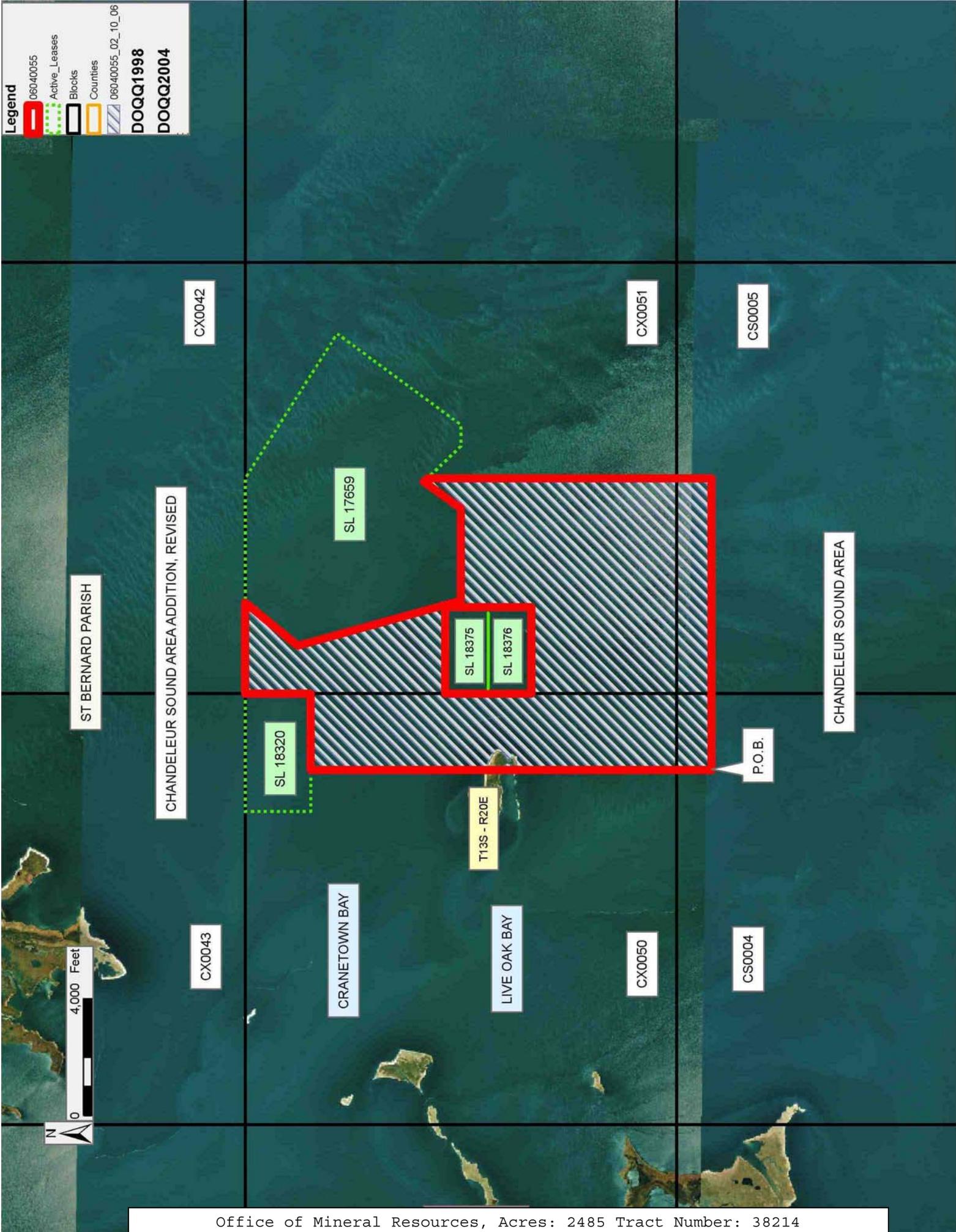
NOTE: The Department of Wildlife and Fisheries has designated certain areas in the coastal waters of the State of Louisiana as Oyster Seed Bed Areas. The exact location of those Seed Bed Areas must be obtained from the Department of Wildlife and Fisheries and any work done under a mineral lease from 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.

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other

Applicant: KARE-SUE ENERGY, INC.

**Legend**

- 06040055
- Active\_Leases
- Blocks
- Counties
- 06040055\_02\_10\_06
- DOQQ1998**
- DOQQ2004**



**TRACT 38215 - Portion of Block 4, Chandeleur Sound Area, St. Bernard Parish, Louisiana**

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description the title of which vests 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 and cross hatched on April 12, 2006, situated in St. Bernard Parish, Louisiana, and more particularly described as follows: Beginning at the Southwest corner of Block 4, Chandeleur Sound Area having Coordinates of X = 2,664,850.00 and Y = 455,080.00; thence North 13,554.00 feet along the West line of said Block 4 to a point having Coordinates of X = 2,664,850.00 and Y = 468,634.00; thence East 7,225.50 feet to a point having Coordinates of X = 2,672,075.50 and Y = 468,634.00; thence South 13,554.00 feet to a point on the South line of said Block 4 having Coordinates of X = 2,672,075.50 and Y = 455,080.00; thence West 7,225.50 feet along the South line of said Block 4 to the point of beginning, containing approximately **2,242 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.

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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 38216 - Portion of Blocks 4, and 5, Chandeleur Sound Area, St. Bernard Parish, Louisiana**

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description the title of which vests 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 and cross hatched on April 12, 2006, situated in St. Bernard Parish, Louisiana, and more particularly described as follows: Beginning at a point on the South line of Block 5, Chandeleur Sound Area having Coordinates of X = 2,686,975.00 and Y = 455,080.00; thence West 7,375.00 feet along the South line of said Block 5 to its Southwest corner also being the Southeast corner of Block 4, Chandeleur Sound Area, having Coordinates of X = 2,679,600.00 and Y = 455,080.00; thence West 7,524.50 feet along South line of said Block 4 to a point having Coordinates of X = 2,672,075.50 and Y = 455,080.00; thence North 13,554.00 feet to a point having Coordinates of X = 2,672,075.50 and Y = 468,634.00; thence East 4,909.50 feet to a point having Coordinates of X = 2,676,985.00 and Y = 468,634.00; thence South 9,316.00 feet to a point having Coordinates of X = 2,676,985.00 and Y = 459,318.00; thence East 9,990.00 feet to a point having Coordinates of X = 2,686,975.00 and Y = 459,318.00; thence South 4,238.00 feet to the point of beginning, containing approximately **2,499.56 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.

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 38217 - Portion of Blocks 4, and 5, Chandeleur Sound Area, St. Bernard Parish, Louisiana**

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description the title of which vests 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 and cross hatched on April 12, 2006, situated in St. Bernard Parish, Louisiana, and more particularly described as follows: Beginning at a point within Block 4, Chandeleur Sound Area having Coordinates of X = 2,676,985.00 and Y = 468,634.00; thence East 2,615.00 feet to a point on the East line of said Block 4, also being a point on the West line of Block 5, Chandeleur Sound Area, having Coordinates of X = 2,679,600.00 and Y = 468,634.00; thence East 7,375.00 feet to a point having Coordinates of X = 2,686,975.00 and Y = 468,634.00; thence South 9,316.00 feet to a point having Coordinates of X = 2,686,975.00 and Y = 459,318.00; thence West 7,375.00 feet to a point on the West line of said Block 5 also being a point on the East Line of said Block 4, having Coordinates of X = 2,679,600.00 and Y = 459,318.00; thence West 2,615.00 feet to a point having Coordinates of X = 2,676,985.00 and Y = 459,318.00; thence North 9,316.00 feet to the point of beginning, containing approximately **2,136.52 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.

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

**Legend**

-  060-40069
-  Blocks
-  Counties



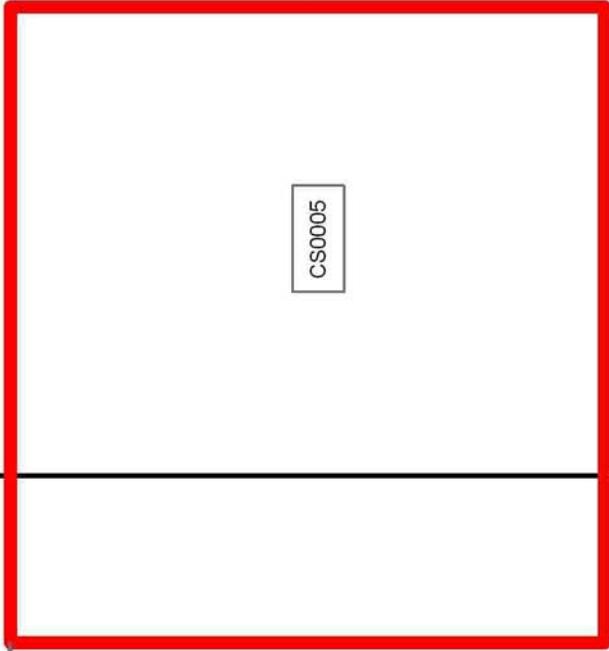
ST BERNARD PARISH

CHANDELEUR SOUND AREA ADDITION, REVISED

CX0050

CX0051

P.O.B.



CS0004

CS0005

CHANDELEUR SOUND AREA

**TRACT 38218 - Portion of Block 19, Chandeleur Sound Area, St. Bernard Parish, Louisiana**

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description the title of which vests 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 and cross hatched on April 12, 2006, situated in St. Bernard Parish, Louisiana, and more particularly described as follows: Beginning at the Northwest corner of Block 19, Chandeleur Sound Area having Coordinates of X = 2,664,850.00 and Y = 455,080.00; thence East 8,915.50 feet along the North line of said Block 19 to a point having Coordinates of X = 2,673,765.50 and Y = 455,080.00; thence South 8,240.00 feet to a point having Coordinates of X = 2,673,765.50 and Y = 446,840.00; thence West 8,915.50 feet to a point on the West line of said Block 19 having Coordinates of X = 2,664,850.00 and Y = 446,840.00; thence North 8,240.00 feet along the West line of said Block 19 to the point of beginning, containing approximately **1,676 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

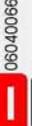
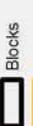
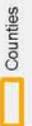
Department of Natural Resources, its Offices or Commissions, as herein above reserved.

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.

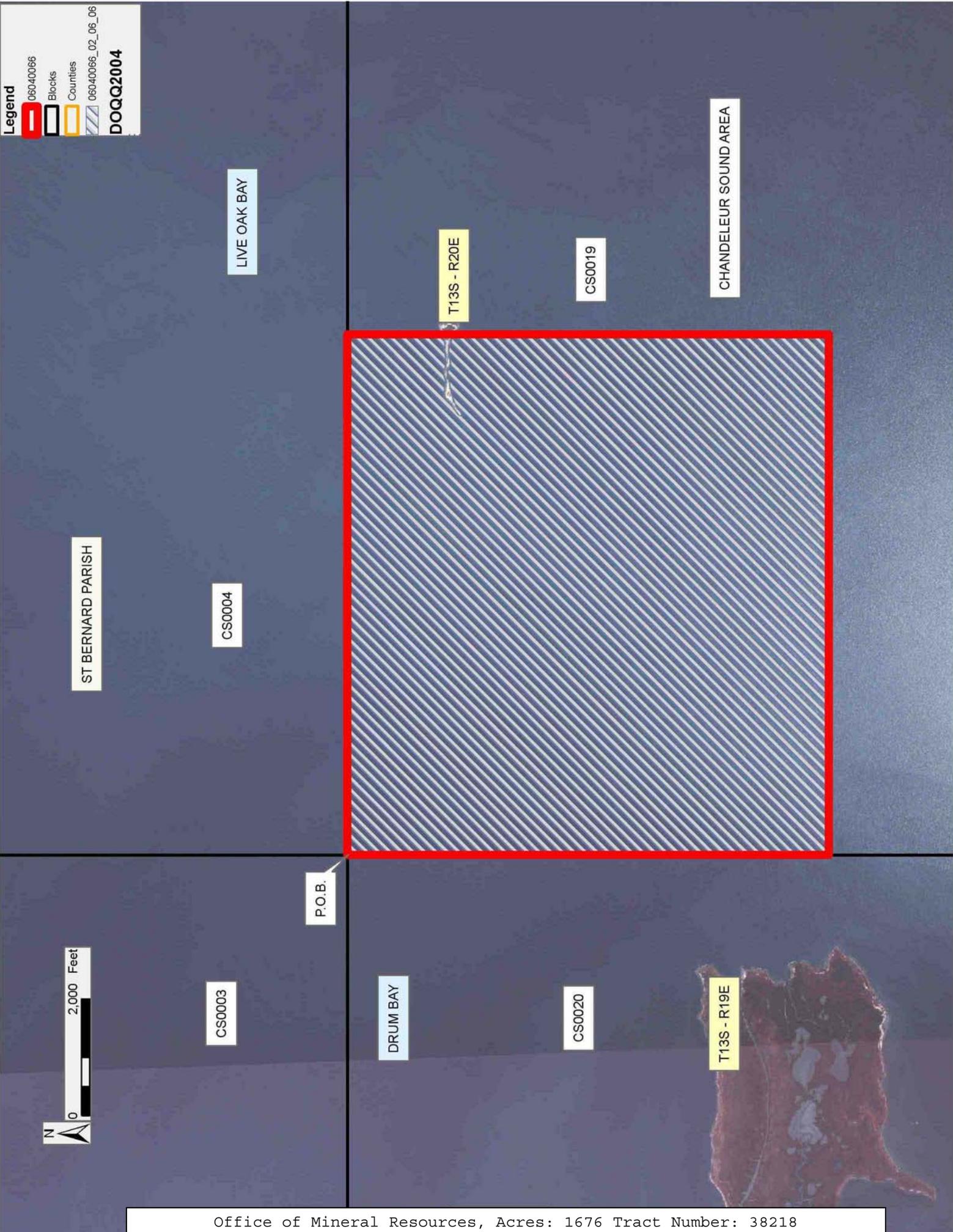
Applicant: KARE-SUE ENERGY, INC.

Bidder	Cash Payment	Price/Acre	Rental	Oil	Gas	Other

**Legend**

-  06040066
-  Blocks
-  Counties
-  06040066\_02\_06\_06

**DOQQ2004**



**TRACT 38219 - Portion of Blocks 18, and 19, Chandeleur Sound Area, St. Bernard Parish, Louisiana**

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description the title of which vests 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 and cross hatched on April 12, 2006, situated in St. Bernard Parish, Louisiana, and more particularly described as follows: Beginning at a point on the North line of Block 18, Chandeleur Sound Area having Coordinates of X = 2,686,975.00 and Y = 455,080.00; thence South 8,240.00 feet to a point having Coordinates of X = 2,686,975.00 and Y = 446,840.00; thence West 7,375.00 feet to a point on the West line of said Block 18 also being a point on the East line of Block 19, Chandeleur Sound Area, having Coordinates of X = 2,679,600.00 and Y = 446,840.00; thence West 5,834.50 feet to a point having Coordinates of X = 2,673,765.50 and Y = 446,840.00; thence North 8,240.00 feet to a point on the North line of said Block 19 having Coordinates of X = 2,673,765.50 and Y = 455,080.00; thence East 5,834.50 feet to the Northeast corner of said Block 19 also being the Northwest corner of said Block 18, having Coordinates of X = 2,679,600.00 and Y = 455,080.00; thence East 7,375.00 feet along the North line of said Block 18 to the point of beginning, containing approximately **2,494 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.

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

Legend

- 000001
- Black
- 000001\_00\_00\_00
- 000001\_00\_00\_00
- SIKE PASTER0000\_1998\_1M
- RGB
- Red Band\_1
- Green Band\_2
- Blue Band\_3
- DOQQ2004

