

COLORADO STATE BOARD OF LAND COMMISSIONERS OIL AND GAS LEASE AUCTION

Sale Date: Thursday, May 19, 2011

Total Tracts: 19

Tracts Leased: 17

Tracts Passed or Removed: 2

TRACT#	LEASE NO.	ACRES	SUBSECTION	TWP	RGE	SEC	COUNTY	NOTE REF	SUCCESSFUL BIDDER	BID/ACRE	TOTAL BONUS	RENT+FEE	TOTAL
1	1432.11	640.00	ALL	3S	60W	36	Adams	2	T. S. Dudley Land Company, Inc. 1888 Sherman Street, Suite 403 Denver CO 80203	46.00	29,440.00	1,620.00	31,060.00
2		160.00	SW	3S	65W	36	Adams	2	Board Removed			0.00	0.00
3	1433.11	160.00	SE	4S	65W	16	Arapahoe	3	Gulf Coast Oil Properties, Inc. P.O. Box 53751 Lafayette LA 70505	2,600.00	416,000.00	420.00	416,420.00
4	1434.11	640.00	ALL	29S	43W	16	Baca	2	Synergy Resources Corp. 20203 Highway 60 Platteville CO 80651	95.00	60,800.00	1,620.00	62,420.00
5	1435.11	360.00	N2NE, SENE, E2NW, SW	9N	80W	36	Jackson	2	Colorado Energy Minerals, Inc. P. O. Box 899 Denver CO 80201-0899	510.00	183,600.00	920.00	184,520.00
6	1436.11	640.00	ALL	6S	53W	16	Lincoln	3	Lewis & Clark Exploration Company 8191 Southpark Lane, Suite 210 Littleton CO 80120	41.00	26,240.00	1,620.00	27,860.00
7	1437.11	81.07	Lot 4, SESW (S2SW)	9S	56W	18	Lincoln	2	R.C. Michael Company, Inc. 1212 Raintree Drive, Suite #A5 Fort Collins CO 80526	27.00	2,188.89	225.00	2,413.89
8	1438.11	640.00	ALL	6N	92W	16	Moffat	2	Quicksilver Resources, Inc. 801 Cherry Street, Suite 3700 Fort Worth TX 76102	1,650.00	1,056,000.00	1,620.00	1,057,620.00
9	1439.11	640.00	276.10 ac Lot 2 21.82 ac Lot 2 25.06 ac Lot 2 317.02 ac Lot 1	7N 7N 7N 7N	92W 92W 92W 92W	9 10 15 16	Moffat	3	Baseline Minerals, Inc. 518 17th Street, Suite 1050 Denver CO 80202	1,125.00	720,000.00	1,620.00	721,620.00
10	1440.11	640.00	ALL	2S	49W	36	Washington	3	Synergy Resources Corp. 20203 Highway 60 Platteville CO 80651	41.00	26,240.00	1,620.00	27,860.00

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11	1441.11	160.00	SE	3N	62W	5	Weld	2	Marathon Oil Company 5555 San Felipe Road Houston TX 77056	4,000.00	640,000.00	420.00	640,420.00
12	1442.11	640.00	ALL	3N	62W	8	Weld	2	Gulf Coast Oil Properties, Inc. P.O. Box 53751 Lafayette LA 70505	4,250.00	2,720,000.00	1,620.00	2,721,620.00
13	1443.11	160.00	E2E2	3N	63W	30	Weld	2	Marathon Oil Company 5555 San Felipe Road Houston TX 77056	4,175.00	668,000.00	420.00	668,420.00
14		320.00	N2	3N	68W	16	Weld	3	Board Removed	0.00	0.00	0.00	0.00
15	1444.11	320.00	NENE, S2N2, NESW, N2SE	4N	61W	8	Weld	3	Colorado Energy Minerals, Inc. P. O. Box 899 Denver CO 80201-0899	4,550.00	1,456,000.00	820.00	1,456,820.00
16	1445.11	147.81	Lots 6 & 7, E2SW (SW)	6N	61W	6	Weld	3	Marathon Oil Company 5555 San Felipe Road Houston TX 77056	3,700.00	546,897.00	390.00	547,287.00
17	1446.11	80.00	W2NE	10N	66W	14	Weld	2	Colorado Energy Minerals, Inc. P. O. Box 899 Denver CO 80201-0899	2,050.00	164,000.00	220.00	164,220.00
18	1447.11	640.00	ALL	1S	47W	36	Yuma	2	Contex Energy Company 621 17th Street, Suite 1020 Denver CO 80293	90.00	57,600.00	1,620.00	59,220.00
19	1448.11	640.00	ALL	1S	48W	36	Yuma	2	Contex Energy Company 621 17th Street, Suite 1020 Denver CO 80293	90.00	57,600.00	1,620.00	59,220.00

TRACT#	LEASE NO.	ACRES	SUBSECTION	TWP	RGE	SEC	COUNTY	NOTE REF	SUCCESSFUL BIDDER	BID/ACRE	TOTAL BONUS	RENT+FEE	TOTAL
TOTALS		7,708.88								1,224.12	8,830,605.89	18,415.00	8,849,020.89

AUCTION/LEASE NOTES

- Note # 1 - A) The royalty rate on all issued leases shall be one-sixth (16.67%) for oil and gas. B) The per acre per year rental rate shall be \$2.50 for all leases.
- Note # 2 - Prior to surface occupancy and submittal of the Application for Permit to Drill (APD) to the Colorado Oil and Gas Conservation Commission, Lessee must consult with and obtain approval from Lessor's District Manager for siting of access, exploration operations, well locations, rig placement and all other facilities. Without excluding other penalties or remedies available under this Lease or as provided by law, Lessor shall impose a fine of up to \$10,000 for any violation of this special stipulation in whole or in part arising directly or indirectly from the use, occupation or control of the Leased Premises by Lessee, Lessee's contractor or operator under this Lease.
- Note # 3 - Tract is located in Sensitive Wildlife Habitat and/or Restricted Surface Occupancy Area. Lessee must comply with Colorado Oil and Gas Conservation Commission rules to minimize adverse impacts to wildlife resources. Prior to surface occupancy and submittal of the Application for Permit to Drill (APD) to the Colorado Oil and Gas Conservation Commission, Lessee must consult with and obtain approval from Lessor's District Manager for siting of access, exploration operations, well locations, rig placement and all other facilities. Without excluding other penalties or remedies available under this Lease or as provided by law, Lessor shall impose a fine of up to \$10,000 for any violation of this special stipulation in whole or in part arising directly or indirectly from the use, occupation or control of the Leased Premises by Lessee, Lessee's contractor or operator under this Lease.

Acres Leased for BONUS: 7,228.88

Acres Leased-NO BONUS: 0.00

Total Acres Leased: 7,228.88

Total Acres Passed or Removed: 480.00