

NOTICE OF COMPETITIVE LEASE SALE

Oil and Gas

Notice is hereby given that on **December 14, 2000**, the U.S. Department of the Interior, Bureau of Land Management, Eastern States, will offer for competitive sale, pursuant to 43 CFR Part 3120 and procedures therein, certain Federal lands for oil and gas leasing.

LOCATION: The sale will be held in the Conference Room at Eastern States, 7450 Boston Boulevard, Springfield, Virginia 22153. You or your authorized representative must be present to bid. A list of local hotels is included in this package.

TIME OF SALE/REGISTRATION: The competitive sale will commence at 10:00 a.m. on December 14, 2000. The sale room will be open to the public at 9:00 a.m. to allow each interested party time to register and obtain a bidding number from authorized Bureau Personnel.

Parcels are identified as follows:

ES-001 thru ES-003 Alabama
ES-004 thru ES-045 Arkansas
ES-046 thru ES-048 Louisiana
ES-049 thru ES-060 Mississippi

PRESALE LEASE OFFERS: Please note that any parcels marked with an asterisk (*) will be issued to the applicant who has offered to lease the lands noncompetitively if no competitive bid is received. *Priority of presale offers received shall be determined as of the time and date the offer is filed in the proper BLM State Office.* Additional noncompetitive offers may be filed on such lands following the oral auction, such offers will not have priority over those filed prior to the posting of this Notice of Competitive Lease Sale.

TERMS OF LEASE: Leases awarded as a result of this oral auction will be for a primary term of 10 years, and so long thereafter as there is production in paying quantities. The royalty will be at a flat rate of 12½ percent of the value or the amount of production removed or sold from the lease. Other terms of the lease are specified on the standard lease (Form 3100-11, October 1992 edition).

OTHER CONDITIONS: Specific surface use stipulations, where applicable, are specified for each parcel in this Notice of Competitive Lease Sale. Such stipulations shall become part of the lease and shall supersede any inconsistent provisions of the lease form. General surface use requirements are contained in law and regulation. The applicable stipulation(s) is indicated in the description of the parcel. All Forest Service parcels may be subject to Lease Notice 3 and/or 4.

MINIMUM BID: The minimum acceptable bonus bid will be the lump sum equivalent of \$2 per acre or fraction thereof.

METHOD OF BIDDING: All bids shall be made orally and be based on a per acre basis for the entire acreage in the parcel and not on the total bid amount. The bid must be rounded up to the next whole acre if fractional acreage is involved, e.g., a parcel of 644.38 acres will require a minimum bid of at least \$1,290 (\$2 X 645 acres) to open the bidding process.

FRACTIONAL INTERESTS: For some of the parcels, as indicated in the list, the United States holds less than 100% of the oil and gas rights. Any lease issued will be only for the percentages or fractions indicated. However, bonus bids and rentals for such parcels shall be based on the gross acreage in the parcel, not the net U.S. interest. Acreage chargeability and production royalty are, in contrast, calculated on the net U.S. interest.

ORDER OF SALE: Parcels will be offered for oral bid in the order indicated in this Notice.

RIGHT TO WITHDRAW PARCELS FROM SALE: The Bureau of Land Management (BLM) reserves the right to withdraw any or all of the parcels from sale prior to or at the oral auction. In the event of cancellation of the sale, every effort will be made to give appropriate notice to all interested parties. If and when any individual parcels are withdrawn, notice thereof will be posted in the public room at 7450 Boston Boulevard, Springfield, Virginia 22153. You may also obtain the numbers of withdrawn parcels by telephoning (703) 440-1601 or (703) 440-1602 from 8:00 a.m. to 4:30 p.m., Monday through Friday, except Federal Holidays.

DETERMINATION OF WINNING BID: A winning bid will be the highest oral bid, equal to or exceeding the national minimum acceptable bid specified above. The decision of the auctioneer shall be final.

PAYMENT OF BONUS BID, RENTAL AND ADMINISTRATIVE FEE: Winning bidders shall be required to make payment for the parcel on the day of the oral auction for a total amount consisting of: (1) a bonus bid deposit of at least \$2 per acre or fraction thereof; (2) the total

amount of the first year's annual rental, at a rate of \$1.50 per acre or fraction thereof; and (3) an administrative fee of \$75 per parcel. This amount must be tendered at the auction after the close of the oral auction. The entire amount due may be paid at this time. Any unpaid balance of the bonus bid must be received at the Eastern States Office by the tenth working day following the close of the oral auction, which is December 28, 2000 or all monies held by BLM and the right to issuance of the lease shall be forfeited. Any entity who forfeits the right of issuance of a lease (failure to submit the remaining monies due) on three occasions is prohibited from bidding at any future sale under the jurisdiction of Eastern States. Any parcel so forfeited may be reoffered by BLM competitively at a later oral auction. Successful bidders for the future interest parcels are subject to these same conditions except (2) above in that no rental or royalty shall be due to the United States prior to the vesting of the oil and gas rights in the United States.

FORM OF PAYMENT: Payment shall be made by personal check, certified check, money order (SUCH FORMS OF PAYMENT MUST BE MADE PAYABLE TO THE DEPARTMENT OF THE INTERIOR-BLM) or by CREDIT CARD (VISA, MASTERCARD, AMERICAN EXPRESS AND DISCOVER ACCEPTED ONLY). Payment by cash will NOT be accepted.

BID FORM REQUIRED; AVAILABILITY: Pursuant to 43 CFR 3120.5, successful high bidders will be required to submit, along with the required payments for each parcel on the day of the oral auction of such parcel a properly signed current competitive lease bid form (Form 3000-2, May 1994 edition), which is a legally binding offer by the prospective lessee to accept a lease to the terms and conditions specified herein for the parcel and on the standard lease form (Form 3100-11, October 1992 edition). Form 3000-2 may be obtained and executed by the prospective lessee or an authorized representative PRIOR to the oral auction. If the bid form is fully completed before the oral auction, it cannot be modified; portions of the form may be left blank to be completed by the bidder at the auction. If the bid form is not executed prior to the oral auction, the prospective lessee shall be required to complete and sign the bid form at the auction when the payment is tendered. Form 3000-2, when completed, certifies compliance with lessee qualifications (See 43 CFR 3102.5-2) and also certifies compliance with 18 U.S.C. 1860, which prohibits unlawful combination or intimidation of bidders and certifies that the bid was arrived at independently without unlawful collusion.

AWARD/ISSUANCE OF LEASES: Prospective lessees are advised that leases may be issued, upon signature by the authorized officer, without further action on their part, once all remaining bonus bid monies are timely received. The effective date of the lease shall be the first day of the month following the execution of the lease form by the authorized officer, except that leases may, upon written request from the lessee received prior to signature on the lease by the authorized officer, be effective the first day of the month in which issued.

UNSOLD PARCELS: Parcels contained in this Notice of Competitive Lease Sale for which no bids are received at the oral auction and which have not been withdrawn from the sale by BLM will be available for regular noncompetitive lease offer in accordance with 43 CFR Subpart 3110 for a two-year period commencing at 8:00 a.m., September 22, 2000. All noncompetitive offers received on that first business day following the auction will be considered simultaneously filed. Offers received thereafter shall receive priority as of the date and time of filing, as specified in

43 CFR 1821.2-3(a). If any lands in the parcel are subject to a proper offer such offers shall have priority for issuance of a lease on the affected lands over any offers filed subsequent to the oral auction. Noncompetitive offers filed on the first business day following the close of the oral auction or during the remainder of that month must describe the lands, as set forth at 43 CFR 3110.5-1, solely by the single parcel number appearing in this Notice of Competitive Lease Sale. Any such offer constitutes consent by the offeror to the terms and conditions, including stipulations, set out for the parcel in this Notice of Competitive Lease Sale. Offerors submitting a lease form not currently in use are deemed to consent to the terms and conditions, including but not limited to rentals and royalties, of the current lease form. Leases may be issued to an offeror without further notice. All noncompetitive offers must be accompanied by the total of (1) the \$75 nonrefundable filing fee and (2) the first-year advance rental of \$1.50 per acre or fraction thereof as indicated in the list herein. All filing fees are nonrefundable, whether or not a lease is ultimately issued to the offeror or any other party.

BLM personnel will be accepting noncompetitive offers on unsold parcels in the accounting office at Eastern States on December 15, 2000, until 4:30 p.m.

All noncompetitive offers filed on December 14, 2000 will be considered simultaneously filed and have a filing date of December 15, 2000.

PUBLIC NOTICE

Generally, for lands to be considered for inclusion in a sale, the expression of interest or presale offer must be received 6 months to one year prior to a sale date. We may not be able to parcel blanket requests for inclusion in one sale. Please, prioritize large requests so we can better meet your needs. The following is a tentative schedule of sale dates for the 2001 calendar year:

March 22, 2001

June 21, 2001

September 20, 2001

December 13, 2001

Bidders are reminded that a bid shall not be withdrawn and shall constitute a legally binding commitment to execute the lease bid form and accept a lease, including the obligation to pay the bonus bid, first year's rental, and administrative fee. There have been cases in past oral auctions where the minimum deposit due from the high bidder on the day of the auction was not paid, or was paid by a check drawn on an account with insufficient funds. The Bureau of Land Management will be closely monitoring situations of this nature to determine whether further measures should be initiated to protect the integrity of the system.

NOTE: SHOULD ASSISTANCE BE NEEDED FOR THE HEARING OR VISUALLY IMPAIRED, PLEASE CONTACT EASTERN STATES AT (703) 440-1546 BY August 21, 2000. SALE SITE IS ACCESSIBLE TO EVERYONE.

HOTEL INFORMATION

Springfield Hilton
6550 Loisdale Court
Springfield, Virginia
(703) 971-8900

Holiday Inn
6401 Brandon Avenue
Springfield, Virginia
(703) 644-5555

Best Western
6550 Loisdale Court
Springfield, Virginia
(703) 922-9000

Days Inn
6721 Commerce Street
Springfield, Virginia
(703) 922-6100

Ramada Plaza Hotel
4641 Kenmore Avenue
Alexandria, Virginia
(703) 751-4510
Hotel shuttle to National Airport and Metro Subway

**PLEASE COMPLETE ONE FORM FOR EACH COMPANY AND/OR
INDIVIDUAL YOU ARE REPRESENTING AND BRING TO THE SALE
LOCATION TO SPEED PROCESSING OF REGISTRATION**

REGISTRATION FORM

BIDDER NO. _____
(Leave Blank)

NAME: _____

BUSINESS PHONE: _____

BUSINESS ADDRESS: _____

CITY: _____

STATE: _____ **ZIP CODE:** _____

**THE LESSEE MUST BE QUALIFIED TO HOLD
A FEDERAL OIL AND GAS LEASE.**

SIGNATURE

DATE

**A COPY OF THE LEASE AND ALL BILLING NOTICES WILL BE SENT TO THE
NAME AND ADDRESS OF THE LESSEE AS SHOWN ON FORM 3000-2 (BID FORM).**

ES-001-12/00 ALES 50858 ACQ

Alabama, Covington County, Conecuh N.F.
T1N, R14E, St. Stephens Meridian
Sec. 11, NW;
Sec. 12, SESW;
Sec. 13, NE, NENW;
Sec. 19, NE, SENW, NESW, N2SE, SESE;
753.48 Acres
\$1,131.00 Rental
Subject to F.S. Lease Notice No. 3 and 4

ES-002-12/00 ALES 50859 ACQ

Alabama, Covington County, Conecuh N.F.
T2N, R14E, St. Stephens Meridian
Sec. 12, E2SW, SE;
Sec. 13, NESW, S2SW, SE;
Sec. 25, All.
1,089.84 Acres
\$1,635.00 Rental
Subject to F.S. Lease Notice Nos. 3 and 4

ES-003-12/00 ALES 50860 ACQ

Alabama, Covington County, Conecuh N.F.
T2N, R15E, St. Stephens Meridian
Sec. 7, S2;
Sec. 18, W2;
Sec. 21, All;
Sec. 31, N2, N2SW, SE;
Sec. 33, NE, E2NW, NWNW, E2SW, SE.
2,362.11 Acres
\$3,544.50 Rental
Subject to F.S. Lease Notice Nos. 3 and 4

NATIONAL FOREST IN ALABAMA

LEASE NOTICE NO. 3

All or part of the leased lands may contain animal or plant species classified under the Endangered Species Act of 1973, as amended. Other species may have been identified as sensitive in accordance with Forest Service Manual 2670 and be listed on the current Regional Forester's List of Sensitive Plant and Animal Species. Further information concerning the classification of these species may be obtained from the authorized Forest Officer.

Exploration and development proposals may be limited or modifications required if activity is planned within the boundaries of a threatened, endangered, or sensitive plant or animal species located as it then exists. All activities within these areas must be conducted in accordance with existing laws, regulations and the Forest Land and Resource Management Plan guidelines.

Any changes to this stipulation will be made in accordance with the Ouachita National Forest Land and Resource Management Plan, as amended, and/or the regulatory provisions for such changes. (For guidance on the use of this stipulation, see BLM manual 1624 and 3101 or FS manual 1950 and 2820).

LEASE NOTICE NO. 4

All or part of the leased lands may be classified as wetlands in accordance with Executive Order 11990, "Protection of Wetlands" or a floodplain in accordance with Executive Order No. 11988, "Floodplain Management." Additional management requirements for the protection of riparian areas are contained in 36 CFR 219.27(e) and the National Forest Resource Management Act of 1976.

All activities within these areas may require special measures to mitigate adverse impacts to the resource values. They must comply with the above referenced executive orders, regulations, laws and be in accordance with the Forest Land and Resource Management Plan guidelines.

Any changes to this stipulation will be made in accordance with the Ouachita National Forest Land and Resource Management Plan, as amended, and/or the regulatory provisions for such changes. (For guidance on the use of this stipulation, see BLM manual 1624 and 3101 or FS manual 1950 and 2820).

**STIPULATION FOR LANDS OF THE NATIONAL FOREST SYSTEM
UNDER THE JURISDICTION OF DEPARTMENT OF AGRICULTURE**

The lessee/permittee/lessee must comply with all the rules and regulations of the Secretary of Agriculture set forth at Title 36, Chapter II, of the Code of Federal Regulations governing the use and management of the National Forest System (NFS) when not inconsistent with the rights granted by the Secretary of the Interior in the license/prospecting permit/lease. The Secretary of Agriculture's rules and regulations must be complied with for (1) all use and occupancy of the NFS prior to approval of a permit/operation plan by the Secretary of the Interior, (2) uses of all existing improvements, such as Forest development roads, within and outside the area licensed, permitted or leased by the Secretary of the Interior, and (3) use and occupancy of the NFS not authorized by a permit/operating plan approved by the Secretary of the Interior.

All matters related to this stipulation are to be addressed to:

Forest Supervisor, NF's in Alabama
2946 Chestnut Street
Montgomery, AL 36107-3010
Phone Number: (334) 832-4470

BLM Field Office

Jackson Field Office
411 Briarwood Drive, Suite 404
Jackson, Mississippi 39206

Surface Management Agency

USDA, Forest Service (Region 8)
Room 792 South, Lands and Minerals
1720 Peachtree Road, N.W.
Atlanta, Georgia 30367

FUTURE INTEREST

ES-004-12/00 ARES 50861 PD

Arkansas, Logan County, Ozark N.F.

T6N, R25W, 5th Principal Meridian

Sec. 7, NENE;

Sec. 18, SWNE, E2NW, NESW.

199.200 Acres

\$300.00 Rental

(Minerals reserved until January 1, 2014. Reservation does not provide for extension in the event of production)

Subject to F.S. No Surface Occupancy Stipulation No. 2

FUTURE INTEREST

ES-005-12/00 ARES 50862 ACQ

Arkansas, Logan County, Ozark N.F.

T6N, R26W, 5th Principal Meridian

Sec. 26, NENE less and except 4.00 acres described as a square in the NW corner, NWNE, NENW, diagonal NE2SWNE.

179.23 Acres

\$270.00 Rental

(Minerals reserved until January 1, 2014. Reservation does not provide for extension in the event of production)

FUTURE INTEREST

ES-006-12/00 ARES 50863 ACQ

Arkansas, Logan County, Ozark N.F.

T7N, R24W, 5th Principal Meridian

Sec. 14, NWNE, NENW;

Sec. 16, SW;

Sec. 17, S2NE less 2.00 acres described as beginning at the NE corner of the SWNE of Sec. 17; thence S 4 chains, W 5 chains, N 4 chains, E 5 chains, to the point of beginning, E2NENW.

178.00 Acres

\$267.00 Rental

(Reservations expire January 1, 2011, not HBP)

FUTURE INTEREST

ES-007-12/00 ARES 50864 ACQ

Arkansas, Logan County, Ozark N.F.

T7N, R24W, 5th Principal Meridian

Sec. 32, E2SE.

80.00 Acres

\$160.00 Rental

(Reservations expire January 1, 2012, not HBP)

ES-004-12/00 ARES 50861 PD
ES-005-12/00 ARES 50862ACQ
ES-006-12/00 ARES 50863ACQ
ES-007-12/00 ARES 50864ACQ

FUTURE INTEREST PARCELS

The captioned parcels are subject to the following terms and conditions:

Prior to the effective date of the future interest lease, the successful bidder will be required to join any existing Federal unit agreement. Prior to the effective date of the future interest lease, or as soon thereafter as practical, the successful bidder will be required to join any existing private unit agreement. If unable to join, a statement giving satisfactory reasons for the failure to enter into such agreement(s) must be filed with Bruce Dawson, Field Manager, (Jackson Field Office, 411 Briarwood Drive, Suite 404, Jackson, Mississippi, 39206). If such a statement is acceptable, the lessee shall be permitted to operate independently. Where the terms of the private unit agreement are in conflict with Federal regulations, the Federal regulations shall prevail.

Where a parcel is subject to a Federal communitization agreement (CA), the successful bidder will be required to join the Federal CA by joinder prior to the effective date of the lease.

The successful bidder, if not the present operator, is responsible for making a separate agreement with the present operator for compensation for improvements made on the leasehold. The United States will not be a party to, nor be involved in, negotiations for or review of such agreement.

By the effective date of the future interest lease or as soon thereafter as practical, the successful bidder shall furnish the BLM Jackson Field Manager a copy of all approved State of Arkansas permits or other well-related information on all existing wells located on the future interest leased lands. The information includes but is not limited to applications for permit to drill, well completion reports, sundry notices, and site facility diagrams.

On and after the effective date of the future interest lease, all wells located on the future interest leased lands shall be subject to Federal oil and gas regulations, Federal onshore oil and gas orders, and notices to lessees. Applicable Federal regulations include, but are not limited to, the Oil and Gas Operations Regulations at 43 CFR Part 3160 and the Minerals Management Service Regulations concerning Royalty Management 30 CFR Parts 200 through 243.

On and after the effective date of the future interest lease, all wells which share in allocation of production with the future interest lease shall be subject to the Federal oil and gas regulations, Federal onshore oil and gas orders, and notices to lessees as they pertain to production accountability. Applicable regulations are cited above.

Lease operations are expected to be in compliance with all Federal regulations, orders, and notices concerning production accountability on the effective date of the lease. A 90-day grace period will be allowed for compliance with Federal regulations, orders and notices which are not related to production accountability.

For wells producing on the effective date of the lease and on which royalty is due anywhere on the lease site or allocated to a lease site, the lessee/operator shall notify the BLM Jackson Field Manager not later than the fifth business day after the effective date of the lease by letter, sundry notice (Form 3160-5), or orally followed by a letter or sundry notice, of the date on which such production began, which is the date of the lease. For wells not producing on the effective date of the lease, such notification of production is required by no later than the fifth business day after the well begins production (43 CFR 3162.4-1(c)).

On the effective date of the lease, the lessee/operator shall inventory stocks of liquid hydrocarbons on hand and/or install new gas charts. Monthly reports of operations (Form MMS-3160) are required for all operating leases beginning on the effective date of the lease. Reports shall be filed with the Minerals Management Service, Production Accounting Division on or before the 15th business day of the second month following the operations month (43 CFR 3162.4-3).

The successful bidder is advised to contact the BLM Jackson Field Manager at the above address or by telephone (601-977-5400), prior to the effective date of the lease so that a courtesy inspection may be conducted to ensure accountability of Federal production and compliance with Federal regulations, orders, and notices.

BOND INFORMATION: A lease bond (43 CFR Subpart 3104) in the amount of not less than \$10,000 conditioned upon compliance with all terms and conditions of the lease must be furnished prior to entry and commencement of lease operations. If the lease has a producing well and/or ancillary facilities on the effective date of the lease, a bond or evidence of a sufficient existing Federal oil and gas lease bond is required on the effective date of the lease. If the lessee has a Federal Nationwide bond, or a Statewide bond for the State of Arkansas, no additional bond under the provisions of 43 CFR Subpart 3104 will be required.

ES-008-12/00 ARES 50865 PD

Arkansas, Scott and Polk County, Ouachita N.F.

T1N, R31W, 5th Principal Meridian

Sec. 1, fr. N2, N2SW, NWSE;

Sec. 2, NE, W2SW, SWSE;

Sec. 3, NWNE, E2SW, SWSW, SE;

Sec. 4, fr. W2NE, fr. SENE, E2SE;

Sec. 7, S2SW, SE;

Sec. 8, E2SWNW, SENW, E2NWSW, NESW, S2SW, SE.

2,328.74 Acres

\$3,493.50 Rental

Subject to F.S. Lease Notice Nos. 3 and 4

ES-009-12/00 ARES 50866 PD

Arkansas, Scott and Polk County, Ouachita N.F.

T1N, R31W, 5th Principal Meridian

Sec. 9, NE, SENW, S2;

Sec. 10, W2E2, W2;

Sec. 11, N2N2;

Sec. 12, NWNW;

Sec. 13, SWNE, W2, NWSE;

Sec. 14, E2NE, E2SW, SE;

Sec. 15, SWNE, S2NW;

Sec. 17, N2, N2S2, S2SE;

Sec. 18, NE, E2NW, W2W2.

2,490.36 Acres

\$3,736.50 Rental

Subject to F.S. Lease Notice Nos. 3 and 4

ES-010-12/00 ARES 50867 PD

Arkansas, Scott and Polk County, Ouachita N.F.

T1N, R31W, 5th Principal Meridian

Sec. 19, S2NE, W2, SE;

Sec. 20, NE, S2NW, SW, W2SE;

Sec. 21, NW, E2SE;

Sec. 22, S2N2, S2;

Sec. 23, All.

2,406.32 Acres

\$3,736.50 Rental

Subject to F.S. Lease Notice Nos. 3 and 4

ES-011-12/00 ARES 50868 PD

Arkansas, Scott and Polk County, Ouachita N.F.
T1N, R31W, 5th Principal Meridian
Sec. 24, W2;
Sec. 25, NENE, W2NE, NW, W2SW, SESW, SWSE;
Sec. 26, All;
Sec. 27, All;
Sec. 28, E2E2, E2SW, SWSW, W2SE;
2,400.00 Acres
\$3,600.00 Rental
Subject to F.S. Lease Notice Nos. 3 and 4

ES-012-12/00 ARES 50869 PD

Arkansas, Scott and Polk County, Ouachita N.F.
T1N, R31W, 5th Principal Meridian
Sec. 29, NE, SW, W2SE;
Sec. 30, N2N2;
Sec. 32, W2E2, W2, E2SE;
Sec. 33, NE, NENW, W2E2SW, NWSW, W2SW, SESW;
Sec. 34, N2, N2S2, SESE.
1,932.36 Acres
\$2,899.50 Rental
Subject to F.S. Lease Notice Nos. 3 and 4

ES-013-12/00 ARES 50870 PD

Arkansas, Scott and Polk County, Ouachita N.F.
T1N, R31W, 5th Principal Meridian
Sec. 35, N2N2, S2;
Sec. 36, SENE, W2E2, W2, E2SE.
1,080.00 Acres
\$1,620.00 Rental
Subject to F.S. Lease Notice Nos. 3 and 4

ES-014-12/00 ARES 50871 PD

Arkansas, Scott and Polk County, Ouachita N.F.
T1N, R32W, 5th Principal Meridian
Sec. 1, NENE;
Sec. 2, NWNE;
Sec. 3, NWNE, SENE, SWNW, W2SW, NESW, NESE;
Sec. 4, S2SW;
Sec. 5, E2NE, N2NW;
Sec. 6, All;
Sec. 7, fr. NWNW;
(Cont. on next page)

ES-014-12/00 ARES 50871 PD (Cont.)

Sec. 12, SESE;

Sec. 13, N2NE, S2N2, N2S2;

Sec. 17, S2S2;

Sec. 18, SESE;

Sec. 19, Those lands lying North of the following described lands: Beginning at a point on the west line of said Sec. 19 that is 33' south of and parallel with the center-line of FDR 894-1; thence easterly approx. 3319' along a line 33' South of and parallel with said centerline to the centerline of the East Fork of Big Cree; thence southerly and upstream with the meanders of said creek approx. 2,265' to a point due west along a line parallel with the South line of said Sec. 19, from the centerline of terminus of FDR M10A; thence East 1,810' along a line parallel with the South line of said Sec. 19 to a point 33' East of the centerline terminus of FDR M10A; thence northerly approx. 4,322' along a line 33' East and parallel with the centerline of FDR M10A to a point 33' South of and normal to the centerline of FDR 242; thence southeasterly along said centerline to a point on the East line of said Sec. 19, containing 341.00 acres, more or less.

2,263.30 Acres

\$3,396.00 Rental

Subject to F.S. Lease Notice Nos. 3 and 4

ES-015-12/00 ARES 50872 PD

Arkansas, Scott and Polk County, Ouachita N.F.

T1N, R32W, 5th Principal Meridian

Sec. 20, Those lands lying North of a line 33' south of and parallel with the centerline of FDR 242 through the section;

Sec. 21, Those lands lying North of a line 33' south of and parallel with the centerline of FDR 242 through the section;

Sec. 22, Those lands in the SW1/4 North of a line 33' south of and parallel with the centerline of FDR 242 to a point on the East line of the SW1/4 of section containing approx 23 acres;N2,N2SE;

Sec. 23, N2NE, SENE, N2S2;

Sec. 24, E2E2, NWNW, SESW, SWSE;

Sec. 25, N2NE, NENW.

1,813.00 Acres

\$2,719.50 Rental

Subject to F.S. Lease Notice Nos. 3 and 4

ES-016-12/00 ARES 50873 PD

Arkansas, Scott and Polk County, Ouachita N.F.

T1N, R32W, 5th Principal Meridian

Sec. 32, S2NE;

Sec. 33, SESE;

Sec. 34, N2SE;

Sec. 35, NWSW;

Sec. 36, S2SW.

320.00 Acres

\$480.00 Rental

Subject to F.S. Controlled Surface Use Stipulation No. 1A, Controlled Surface Use Stipulation No. 1B, No Surface Occupancy Stipulation No. 2, Lease Notice Nos. 3 and 4

ES-017-12/00 ARES 50874 PD

Arkansas, Logan County, Ozark N.F.

T6N, R26W, 5th Principal Meridian

Sec. 24, E2E2, NWNE;

Sec. 36, NENE.

253.26 Acres

\$381.00 Rental

ES-018-12/00 ARES 50875 PD

Arkansas, Logan County, Ozark N.F.

T7N, R24W, 5th Principal Meridian

Sec. 24, NESE;

Sec. 26, S2NE;

Sec. 34, SWSW.

160.00 Acres

\$240.00 Rental

ES-019-12/00 ARES 50876 ACQ

Arkansas, Scott and Polk County, Ouachita N.F.

T1N, R31W, 5th Principal Meridian

Sec. 1, SESW, NESE, S2SE;

Sec. 2, NW, E2SW;

Sec. 3, NENE, S2NE, NW, NWSW;

Sec. 4, fr. NENE (39.93), fr. N2NW (77.22), fr. SWNW (39.91), SESW, SWSW*, SESW*;

Sec. 5, fr. N2N2 (147.03), fr. S2NE (79.24), N2SW*, N2SW*, NESE, NWSE*, S2SE*;

Sec. 6, W2NW;

Sec. 7, SENE;

Sec. 8, NE, W2SWNW, W2NWSW;

Sec. 9, N2NW, SWNW;

Sec. 10, E2E2;

Sec. 11, SWSE;

Sec. 12, Tract A-715 that lies in N2NE;

Sec. 13, NWNE.

(*50% U.S. Mineral Interest)

2,263.32 Acres

\$3,396.00 Rental

Subject to F.S. Lease Notice Nos. 3 and 4

ES-020-12/00 ARES 50877 ACQ

Arkansas, Scott and Polk County, Ouachita N.F.

T1N, R31W, 5th Principal Meridian

Sec. 14, W2NE, S2NW, W2SW;

Sec. 15, N2N2, SENE, S2;

Sec. 16, All;

Sec. 17, S2SW;

Sec. 18, E2SW, SE;

Sec. 19, N2NE;

Sec. 20, N2NW, E2SE;

Sec. 21, S2NE, SW, W2SE;

Sec. 22, N2NE.

2,360.00 Acres

\$3,540.00 Rental

Subject to F.S. Lease Notice Nos. 3 and 4

ES-021-12/00 ARES 50878 ACQ

Arkansas, Scott and Polk County, Ouachita N.F.
T1N, R31W, 5th Principal Meridian
Sec. 25, SENE, NESW, N2SE, SESE;
Sec. 28, S2NW, NWSW;
Sec. 29, NW, E2SE;
Sec. 32, E2NE;
Sec. 33, S2NW, E2NWSW, W2W2SWSW, NESE;
Sec. 35, S2N2;
Sec. 36, NENE.
870.00 Acres
\$1,305.00 Rental
Subject to F.S. Lease Notice Nos. 3 and 4

ES-022-12/00 ARES 50879 ACQ

Arkansas, Scott and Polk County, Ouachita N.F.
T1N, R32W, 5th Principal Meridian
Sec. 1, W2NE, NW (166.42), SENE, SW;
Sec. 2, fr. E2NE (79.68), SWNE (40.04), S2;
Sec. 3, SESW, S2SE;
Sec. 4, fr. N2 (325.65), N2S2;
Sec. 5, W2NE (83.30), S2SW, SE;
Sec. 7, N2NE, NENW (39.43).
1,934.62 Acres
\$2,902.50 Rental
Subject to F.S. Lease Notice Nos. 3 and 4

ES-023-12/00 ARES 50880 ACQ

Arkansas, Scott and Polk County, Ouachita N.F.
T1N, R32W, 5th Principal Meridian
Sec. 10, Tr. A-3149 lying in the N2, NESW, N2SESW, SE;
Sec. 11, NENE, E2NW, SWSW;
Sec. 12, W2SE;
Sec. 13, Tract A-760 lying in NWNW (5.00), Tract A-603 lying in N2NW (68.20),
S2SW, Tract A-2469 lying in the S2SE (47.20);
Sec. 14, NENE, S2NE, W2W2, S2NESW, SESW.
1,229.40 Acres
\$2,010.00 Rental
Subject to F.S. Lease Notice Nos. 3 and 4

ES-024-12/00 ARES 50881 ACQ

Arkansas, Scott and Polk County, Ouachita N.F.

T1N, R32W, 5th Principal Meridian

Sec. 15, E2, SW;

Sec. 16, SWNW, S2;

Sec. 17, N2SW, NWSE;

Sec. 18, SENE, Tract 4949e in N2NW (59.60), fr. S2NW (76.37), fr. SW (154.49),
N2SE, SWSE.

1,410.46 Acres

\$2,116.50 Rental

Subject to F.S. Lease Notice Nos. 3 and 4

ES-025-12/00 ARES 50882 ACQ

Arkansas, Scott and Polk County, Ouachita N.F.

T1N, R32W, 5th Principal Meridian

Sec. 23, SWNE, NW;

Sec. 24, SWNE, S2NW, N2SW, NWSE;

Sec. 31, S2SW (80.03), SWSE;

Sec. 32, N2NESW, S2N2SW, Tract A-366 lying in N2SE (73.85), S2S2;

Sec. 33, SWSW, NESE;

Sec. 34, N2SW, SWSW, Tract A-130 lying in SESW (33.94), Tract A-311
lying in the S2SE (45.55);

Sec. 35, SESW;

Sec. 36, S2SE (50% U.S. Minerals).

1,253.37 Acres

\$1,881.00 Rental

Subject to F.S. Controlled Surface Use Stipulation No. 1A, Controlled Surface Use
Stipulation No. 1B, No Surface Occupancy Stipulation No. 2, Lease Notice Nos. 3 and 4

ES-026-12/00 ARES 50883 ACQ

Arkansas, Logan County, Ozark N.F.

T6N, R25W, 5th Principal Meridian

Sec. 13, All;

Sec. 18, N2NE, SENE, SWNW, W2SW, SESW, N2SE;

Sec. 19, All;

Sec. 20, N2NE, SENE, S2.

2,011.30 Acres

\$3,018.00 Rental

Subject to F.S. No Surface Occupancy Stipulation No. 2

ES-027-12/00 ARES 50884 ACQ

Arkansas, Logan County, Ozark N.F.

T6N, R25W, 5th Principal Meridian

Sec. 21, All;

Sec. 22, All;

Sec. 23, NENE, SWNE, SW, S2SE;

Sec. 24, N2NE, W2, SE.

2,160.00 Acres

\$3,240.00 Rental

Subject to F.S. No Surface Occupancy Stipulation No. 2

ES-028-12/00 ARES 50885 ACQ

Arkansas, Logan County, Ozark N.F.

T6N, R25W, 5th Principal Meridian

Sec. 25, All;

Sec. 26, E2NW;

Sec. 27, All;

Sec. 28, S2.

2,080.00 Acres

\$3,120.00 Rental

Subject to F.S. No Surface Occupancy Stipulation No. 2

ES-029-12/00 ARES 50886 ACQ

Arkansas, Logan County, Ozark N.F.

T6N, R25W, 5th Principal Meridian

Sec. 29, All;

Sec. 30, N2NE, SENE, NENW, S2NW, W2SW, SE.

1,094.57 Acres

\$1,642.50 Rental

Subject to F.S. No Surface Occupancy Stipulation No. 2

ES-030-12/00 ARES 50887 ACQ

Arkansas, Logan County, Ozark N.F.

T6N, R26W, 5th Principal Meridian

Sec. 8, NWNW, NWSW, SESW, NWSE, a 5.10 acre tract described as commencing at the SW corner of Sec. 8, thence N along the West line of said Sec. 8 180.0 rods to the place of beginning, thence E 9.33 chs to a point in the center-line of a branch, thence with said branch meandering S 0E 34' E 2.54 chs to a point, S 36E 44' E .63 chs to a point, S 66E 53' W .54 chs to a point, S 31E 26' E .71 chs to a point, N 64E 02' E 1.37 chs to a point, S 72E 30' E 1.60 chs to a point, S 25E 17' W 1.34 chs to a point, thence W 11.83 chs to a point, thence N 5.00 chs to the point of beginning; a 14.70 acre tract described as beginning at the SW corner of Sec. 8, thence N along the West line of said

(Cont. on next page)

ES-030-12/00 ARES 50887 ACQ (Cont.)

Sec. 8 180.00 rods to the place of beginning, thence E 37.32 rods, thence N 4E 30' E 60.117 rods, thence W 41.08 rods, thence S 60 rods along the West line to the place of beginning. Containing in the aggregate 19.80 acres, more or less.

(U.S. Minerals Only)

179.80 Acres

\$270.00 Rental

Subject to BLM No Surface or Subsurface Occupancy Stipulation

ES-031-12/00 ARES 50888 ACQ

Arkansas, Logan County, Ozark N.F.

T6N, R26W, 5th Principal Meridian

Sec. 23, NENE, SWNE, N2SW, SESW, W2SE;

Sec. 24, SWNE, W2, W2SE;

Sec. 25, W2NW, SENW, S2;

Sec. 26, 4 acres in NENE described as a speare in the northwest corner; SENE, diagonal SWS2SWNE, S2NW, SW, N2SE.

1,579.79 Acres

\$2,356.50 Rental

ES-032-12/00 ARES 50889 ACQ

Arkansas, Logan County, Ozark N.F.

T6N, R26W, 5th Principal Meridian

Sec. 27, S2NE, S2NW, W2SW, NESE, Part NENW described as beginning at the NE corner thereof; thence south 236 yards; thence s 83E 45' W 150 yards; thence N 27E 30' E 87 yards; thence N 15E 30' W 183 yards; thence E 233 yards to the point of beginning, containing 29.85 acres, more or less.

Part of the NWNW, described as beginning at the SW corner thereof; thence N 900', thence S 75E 15' E 200'; thence S 55E E 248' to the county road; thence N 486'; thence E 726'; thence N 105' to the section line; thence East to the NE corner of the NWNW; thence S to the SE corner of the NWNW; thence W to the point of beginning containing 33.75 acres, more or less.

Part of the NESW described as beginning at the NE corner thereof, thence West 585' to the center of Briar Creek; thence S 30E 30' W along fence to the county road; thence S 11E W 1056' along fence to the SW corner of the NESW containing 10.77 acres: also; Part of the NESW described as beginning at the NE corner thereof; thence South 542 feet to the center of Briar Creek, thence North 22E West 185 feet, thence North 30E 15' West 131 feet, thence North 46E 45' West 132 feet, thence North 85E West 78 feet, thence North 52E West 121 feet, thence North 32E West 123 feet to the North line of said forty; thence East 470 feet to the place of beginning, containing 2.43 acres, containing in all 13.2 acres more or less.

(Cont. on next page)

ES-032-12/00 ARES 50889 ACQ (Cont.)

Part of the SESW described as beginning at a point 82 feet West of the SE corner of said forty, thence N 5E 45' West 719 feet, thence N 51E 15' East 152 feet to the East line of said forty, thence S 810 feet to the SE corner of said forty, thence West 82 feet to place of beginning, also; Part of the SESW described as beginning at the NW corner thereof, thence southeasterly 150 yards to a point 33' south of the north line of the SESW; thence south to the south line of the SESW; thence west to the SW corner of the SESW; thence north to the point of beginning, containing 13.4 acres; containing in all 15.4 acres, more or less.

Part of the NWSE described as follows: Beginning at the SE corner of said forty, thence W 947 feet to the center of Briar Cree, thence N 15E 45' W 232 feet, thence N 13E W 309 feet, thence N 47E 30' W 118 feet, thence N 64E 30' W 86 feet, thence N 86E W 165 feet, to the West line of said forty, thence N 542 feet to the NW corner of said forty, thence E 1320 feet to the NE corner of said forty, thence S 1320 feet to the place of beginning containing 35.8 acres, more or less.

Part of the SWSE described as follows: Beginning at the SW corner of said forty, thence N 810 feet, thence N 44E 45' E 558 feet to the center of Briar Creek, thence N 20E W 90 feet to the north line of said forty, thence E 947 feet to the NE corner of said forty, thence S 1320 feet to the SE corner of said forty, thence W 1320 feet to the place of beginning, containing 37.35 acres, more or less.

445.38 Acres

\$669.00 Rental

ES-033-12/00 ARES 50890 ACQ

Arkansas, Logan County, Ozark N.F.

T6N, R26W, 5th Principal Meridian

Sec. 28, SENE, NWSW, S2SW, SE, Part of the NENE described as beginning at the SW corner of the NENE, thence N 915'; thence N 29E E 396'; thence N 78E 45' E 123'; thence S 52E E 107'; thence N 55E 45' E 182'; thence S 80E 45' E 333'; thence S 75E 15' E 225'; thence S 900' to the SE corner of the NENE, thence west to the point of beginning, containing 29.87 acres, more or less.

Part of the SWNE, described as beginning at a point 528' east of the NW corner of the SWNE; thence S 247.5' to a branch; thence west along the branch to the west line of the SWNE; thence north to a point in a fence on the north side of the county road; thence easterly along the fence 133' to an aluminum monument; thence east 395' to the point of beginning, containing 4.97 acres, more or less.

Part of the S2NW, less and except 2.22 acres described as follows: Beginning at the NW corner of the S2NW, thence east 2543' to the NE corner of the S2NW; thence south to a point in the fence on the north side of the county road; thence westerly along

(Cont. on next page)

ES-033-12/00 ARES 50890 ACQ (Cont.)

and with the fence 2500' to an aluminum monument on the west line of the S2NW; thence north 16.69' to the point of beginning. Also: Less and except 1.3 acres described as follows: Beginning at the Sw corner of the S2NW; thence north 688' to an aluminum monument in a fence line; thence along and with the fence N 35E 34' E 65'; thence southeasterly along and with the fence 748.5' to an aluminum monument on the south line of the S2NW; thence west 123.5' to the point of beginning.

Part of the NESW, described as a strip of land off the west side of the NESW containing 7.5 acres, more or less.

438.82 Acres

\$658.50 Rental

ES-034-12/00 ARES 50891 ACQ

Arkansas, Logan County, Ozark N.F.

T6N, R26W, 5th Principal Meridian

Sec. 32, S2SWSE;

Sec. 33, N2NWNW, Part of the NENENW described as follows: Commencing at the NE corner of the NENW, running thence south about 110 yards to the fence, thence along the fence northwesterly about 200 yards to the section line between Section 28 and 33, and easterly on N boundary line of the NENW to place of beginning, containing 3 acres, more or less;

Sec. 34, N2NE*, NENW, Part of the NWNW described as beginning at the SE corner thereof; thence west 6 chains; thence north 11.67 chains to a point on the bluff; thence northwesterly with the top of the bluff to the section line common to Sections 33 and 34; thence north to the NW corner of the NWNW; thence east to the NE corner of the NWNW, thence south to the point of beginning, containing 22.6 acres, more or less. (*50% U.S. Mineral Interest)

Sec. 35, N2NW, Part of the N2NE described as follows: Beginning at the half-mile corner between Sections 26 and 35, thence S 80 rods; thence E 160 rods, to line between Sections 35 and 36; thence N 48 rods; thence W 124 rods; thence N 32 rods; thence W 36 rods to place of beginning, containing 55.20 acres, more or less.

Sec. 36, S2NE, N2SWNW, NESW, N2SE.

592.93 Acres

\$889.50 Rental

ES-035-12/00 ARES 50892 ACQ

Arkansas, Yell and Logan County, Ozark N.F.

T7N, R23W, 5th Principal Meridian

Sec. 26, SWSW (50% U.S. Mineral Interest)

40.00 Acres

\$60.00 Rental

ES-036-12/00 ARES 50893 ACQ

Arkansas, Logan County, Ozark N.F.

T7N, R24W, 5th Principal Meridian

Sec. 13, S2N2, S2;

Sec. 14, S2N2, N2S2, SESW, S2SE;

Sec. 15, W2, S2NE, W2SE.

1,400.00 Acres

\$2,100.00 Rental

ES-037-12/00 ARES 50894 ACQ

Arkansas, Logan County, Ozark N.F.

T7N, R24W, 5th Principal Meridian

Sec. 16, NW, less 2 acres in SE corner, described as follows: Beginning at SE corner of NW, running thence N 3.33 chains, thence W 6 chains, thence S 3.33 chains, thence E to place of beginning, NWSW, SESW, W2W2SE, E2SE.

Sec. 17, N2NE, SENE, SENW, S2, part of SWNE (2.00 acres) described as beginning at the NE corner of SWNE of Section 17, thence S 4 chains, W 5 chains, N 4 chains, E 5 chains, to the point of beginning;

Sec. 18, S2SW, S2N2SE, S2SE;

Sec. 19, E2, N2NW, SWNW, SW;

Sec. 20, N2, N2SE, SWSE, SW* (*50% U.S. Mineral Interest).

2,198.69 Acres

\$3,298.50 Rental

ES-038-12/00 ARES 50895 ACQ

Arkansas, Logan County, Ozark N.F.

T7N, R24W, 5th Principal Meridian

Sec. 21, N2, N2S2, SESW, SWSE;

Sec. 22, NWNE, S2NE, NWS2;

Sec. 23, NE, NENW, S2NW, NWNW less 1.0 acre described as starting at the SE corner of the said NWNW, thence N 5 ½ degrees E for a distance of 200 feet, then N 70 degrees W for a distance of 840 feet for a place of beginning of school lands, then W on same variation along public road for a distance of 210 feet, thence S 20 degrees W 210 feet, thence S 70 degrees E 210 feet, thence N 20 degrees W 210 feet, to place of beginning; also less 1.0 acre described as starting from the SE corner of the NWNW thence N 5 ½ degrees E for 200 feet, thence N 70 degrees W for 840 feet, thence N 30 degrees E for 178 feet for a place of beginning of cemetery land, thence S 70 degrees E 210 feet, thence N 20 degrees E for 210 feet, thence N 70 degrees W 210 feet, thence S 20 degrees W 210 feet to place of beginning, containing after said exceptions, 38 acres, more or less.

W2SW, N2SE, SWSE;

Sec. 24, N2, SW, W2SE, SESE.

2,278.00 Acres

\$3,417.00 Rental

ES-039-12/00 ARES 50896 ACQ

Arkansas, Logan County, Ozark N.F.

T7N, R24W, 5th Principal Meridian

Sec. 25, All;

Sec. 26, N2N2, S2NW, S2;

Sec. 27, All;

Sec. 28, All.

2,480 Acres

\$3,720 Rental

ES-040-12/00 ARES 50897 ACQ

Arkansas, Logan County, Ozark N.F.

T7N, R24W, 5th Principal Meridian

Sec. 29, E2, NW, N2SW, SESW;

Sec. 30, N2NE, SENE, SWNW, W2SW, NESE;

Sec. 31, E2NE, NWNE less 5.0 acres described as beginning at the NW corner of said NWNE and run thence S 550 feet; thence E 480 feet, thence N 566 feet; thence W 312 feet to point of beginning;

N2NW, SW, SWSE;

Sec. 32, N2, NWSE;

Sec. 33, All.

2,253.09 Acres

\$3,381.00 Rental

ES-041-12/00 ARES 50898 ACQ

Arkansas, Logan County, Ozark N.F.

T7N, R24W, 5th Principal Meridian

Sec. 34, N2, N2SW, SESW, SE;

Sec. 35, All;

Sec. 36, N2, NWNESW, SESW, SE.

1,770.00 Acres

\$2,655.00 Rental

ES-042-12/00 ARES 50899 ACQ

Arkansas, Logan County, Ozark N.F.

T7N, R25W, 5th Principal Meridian

Sec. 19, S2SE;

Sec. 20, S2SW.

160.00 Acres

\$240.00 Rental

ES-043-12/00 ARES 50900 ACQ

Arkansas, Logan County, Ozark N.F.

T7N, R25W, 5th Principal Meridian

Sec. 21, S2SESENE, E2NESE, SESE, Pt. SESW less and except 1.98 acres described as beginning at the NW corner of the SESW; thence East 180', thence South 480', thence West 180', thence North 480' to the POB, containing after said exception 38.02 acres;

Pt. SWSE less and except .19 acres described as beginning at a point 400' West of the NE corner of the SWSE, thence South 90', thence West 90', thence North 90', thence East 90' to the POB, containing after said exception 39.81 acres, more or less;

Sec. 22, W2W2SWNE, W2E2W2SWNE, S2NW, N2SW, SWSW, W2/3SESW;

Sec. 23, NENE, NENW, S2SW, SE, Part SWNE less and except one acre in the SW corner described as follows: begin at the SW corner of said forty, thence North 7.6 chains, thence East 1.6 chains, thence South 4.79 chains, thence South 30 degrees 0 minutes West 3.2 chains to the place of beginning;

Sec. 24, All.

1,383.50 Acres

\$2,076.00 Rental

ES-044-12/00 ARES 50901 ACQ

Arkansas, Logan County, Ozark N.F.

T7N, R25W, 5th Principal Meridian

Sec. 25, E2NW, SWNW, SW, SE;

Sec. 26, All, less and except .98 acres lying in a square in the NW corner described as beginning at NW corner and running East 69 yards, thence South 69 yards, thence West 69 yards, thence North 69 yards, to place of beginning;

Sec. 27, SENE, less 1.5 acres square in NW corner, W2SW, SESW, E2SE;

Sec. 28, All.

1,957.52 acres

\$2,937.00 Rental

ES-045-12/00 ARES 50892 ACQ

Arkansas, Logan County, Ozark N.F.

T7N, R25W, 5th Principal Meridian

Sec. 29, NENE, NWNW, S2NE, SENW, NWSW, NESE, S2S2;

Sec. 30, S2N2, S2;

Sec. 31, NE, NENW, less 1 acre square in the SW corner, W2NW, SENW, E2SW, NWSE, S2SE.

1,380.83 Acres

\$2,071.50 Rental

BLM NO SURFACE OR SUB-SURFACE OCCUPANCY STIPULATION

No Occupancy (surface or sub-surface) is allowed on the lands described below unless application by letter for a waiver (as defined below) is made that demonstrates that surface or sub-surface occupancy on the leasehold is necessary to produce the lease, consent is given by the Surface Management Agency, if applicable, and subsequent planning analysis/environmental assessment (PA/EA) shows that surface or sub-surface occupancy, as requested, would not result in unacceptable adverse impacts to the environment, as determined by the Authorized Officer.

Waiver: A waiver from this lease stipulation may be granted for all or portion of this lease. Prior to granting any waiver, a PA/EA documentation must be completed for the entire lease based on a Reasonably Foreseeable Development Scenario (RFDS). The analysis must consider past, present, and reasonable foreseeable impacts on the lease and adjacent areas. With the consent of the Surface Management Agency, if applicable, a waiver of the stipulation may be granted for those portions of the lease identified as not containing sensitive or important historic, cultural, and scenic values, fish or wildlife resources or their habitat or other important or sensitive natural systems, processes or human values.

Exception: None.

Modification: None.

LEASE NOTICE

This lease does not obviate the need to obtain other Federal, State, or local authorization required by law.

CONTROLLED SURFACE USE STIPULATION NO. 1A

Surface Occupancy or use is subject to the following special operating constraints:

Activities must be conducted in such a manner as to reasonably reduce visibility of the operation and meet visual quality objectives to the extent practical.

On the lands described below:

TOWNSHIP 1 NORTH, RANGE 32 WEST, 5TH PM

Public Domain

Section 36: S2SW

Acquired

Section 36: S2SE

For the purpose of:

To meet visual quality objective and to protect semiprimitive recreation values; land and Resource Management Plan dated 3/5/90, as amended and Final EIS.

These lands lie along the Kansas City Southern Railroad. Management Area 18 - Visual Quality.

Any changes to this stipulation will be made in accordance with the Ouachita National Forest Land and Resource Management Plan, as amended, and/or the regulatory provisions for such changes. (For guidance on the use of this stipulation, see BLM manual 1624 and 3101 or FS manual 1950 and 2820).

CONTROLLED SURFACE USE STIPULATION NO. 1B

Surface Occupancy or use is subject to the following special operating constraints:

Activities must be conducted in such a manner as to reasonably reduce visibility of the operation and meet visual quality objectives to the extent practical.

On the lands described below:

TOWNSHIP 1 NORTH, RANGE 32 WEST, 5TH PM

Public Domain

Section 31: SENW, S2NE
Section 32: S2NE
Section 34: N2SE
Section 35: NWSW

Acquired

Section 32: pt. N2SE, N2NESW
Section 33: NESE
Section 34: N2SW
Section 35: SESW

For the purpose of:

To meet visual quality objective and to protect semiprimitive recreation values; Land and Resource Management Plan dated 3/5/90, as amended and Final EIS.

These lands lie between Black Fork Wilderness and Rich Mtn. Botanical Area.

Any changes to this stipulation will be made in accordance with the Ouachita National Forest Land and Resource Management Plan, as amended, and/or the regulatory provisions for such changes. (For guidance on the use of this stipulation, see BLM manual 1624 and 3101 or FS manual 1950 and 2820).

NO SURFACE OCCUPANCY STIPULATION NO. 2

No use or occupancy of the surface will be permitted within the following areas:

TOWNSHIP 1 NORTH, RANGE 32 WEST, 5TH PM

Public Domain

Section 31: SESE
Section 33: SESE

Acquired

Section 31: S2SW, SWSE
Section 32: S2SW, S2N2SW
Section 33: SWSW
Section 34: SWSW, pt. SESW, pt. S2SE

For the purpose of:

RICH MOUNTAIN BOTANICAL AREA: Protecting the resources and curtailing any operations that are not compatible with the purpose of the management area. The lessee is authorized to employ directional drilling to exploit the mineral resources within the aforementioned area(s) providing such drilling will not disturb the surface.

Any changes to this stipulation will be made in accordance with the Ouachita National Forest Land and Resource Management Plan, as amended, and/or the regulatory provisions for such changes. (For guidance on the use of this stipulation, see BLM manual 1624 and 3101 or FS manual 1950 and 2820).

LEASE NOTICE NO. 3

All or part of the leased lands may contain animal or plant species classified under the Endangered Species Act of 1973, as amended. Other species may have been identified as sensitive in accordance with Forest Service Manual 2670 and be listed on the current Regional Forester's List of Sensitive Plant and Animal Species. Further information concerning the classification of these species may be obtained from the authorized Forest Officer.

Exploration and development proposals may be limited or modifications required if activity is planned within the boundaries of a threatened, endangered, or sensitive plant or animal species located as it then exists. All activities within these areas must be conducted in accordance with existing laws, regulations and the Forest Land and Resource Management Plan guidelines.

Any changes to this stipulation will be made in accordance with the Ouachita National Forest Land and Resource Management Plan, as amended, and/or the regulatory provisions for such changes. (For guidance on the use of this stipulation, see BLM manual 1624 and 3101 or FS manual 1950 and 2820).

LEASE NOTICE NO. 4

All or part of the leased lands may be classified as wetlands in accordance with Executive Order 11990, "Protection of Wetlands" or a floodplain in accordance with Executive Order No. 11988, "Floodplain Management." Additional management requirements for the protection of riparian areas are contained in 36 CFR 219.27(e) and the National Forest Resource Management Act of 1976.

All activities within these areas may require special measures to mitigate adverse impacts to the resource values. They must comply with the above referenced executive orders, regulations, laws and be in accordance with the Forest Land and Resource Management Plan guidelines.

Any changes to this stipulation will be made in accordance with the Ouachita National Forest Land and Resource Management Plan, as amended, and/or the regulatory provisions for such changes. (For guidance on the use of this stipulation, see BLM manual 1624 and 3101 or FS manual 1950 and 2820).

**STIPULATION FOR LANDS OF THE NATIONAL FOREST SYSTEM
UNDER THE JURISDICTION OF DEPARTMENT OF AGRICULTURE**

The lessee/permittee/lessee must comply with all the rules and regulations of the Secretary of Agriculture set forth at Title 36, Chapter II, of the Code of Federal Regulations governing the use and management of the National Forest System (NFS) when not inconsistent with the rights granted by the Secretary of the Interior in the license/prospecting permit/lease. The Secretary of Agriculture's rules and regulations must be complied with for (1) all use and occupancy of the NFS prior to approval of a permit/operation plan by the Secretary of the Interior, (2) uses of all existing improvements, such as Forest development roads, within and outside the area licensed, permitted or leased by the Secretary of the Interior, and (3) use and occupancy of the NFS not authorized by a permit/operating plan approved by the Secretary of the Interior.

All matters related to this stipulation are to be addressed to:

Forest Supervisor, Ouachita National Forest
P.O. Box 1270
The Federal Building
100 Reserve
Hot Springs, Arkansas 71902
Phone Number: 501-321-5202

BLM Field Office
Jackson Field Office
411 Briarwood Drive, Suite 404
Jackson, Mississippi 39206

Surface Management Agency
USDA, Forest Service (Region 8)
Room 792 South, Lands and Minerals
1720 Peachtree Road, N.W.
Atlanta, Georgia 30367

NO SURFACE OCCUPANCY STIPULATION NO. 2

No surface occupancy or use is allowed on the lands described below:

T6N, R25W, 5th Principal Meridian

Section 10: S2SESW
Section 13: S2
Section 14: S2NW, NWSW, W2NESW, S2S2, NESE
Section 15: S2, SWNW
Section 17: SESW, S2SE
Section 19: E2SE
Section 20: N2NE, SENE, S2
Section 21: All
Section 22: All
Section 23: All
Section 24: N2NE, W2, SE
Section 25: W2, W2E2, NENE
Section 26: E2, NW
Section 27: All
Section 28: N2SW, SESW, SE
Section 29: N2
Section 30: NENE
Section 34: NWNWNE, N2N2NW
Section 35: NWNW

For the purpose of:

Protection of the Mt. Magazine Special Interest Area and the Mt. Magazine Recreation Area.

Any changes to this stipulation will be made in accordance with the land use plan and/or the regulatory provisions for such changes. (For guidance on the use of this stipulation, see BLM Manual 1624 and 3101 or FS manual 1950 and 2820.)

LEASE NOTICE NO. 3

All or part of the leased lands may contain animal or plant species classified under the Endangered Species Act of 1973, as amended. Other species may have been identified as sensitive in accordance with Forest Service Manual 2670 and be listed on the current Regional Forester's List of Sensitive Plant and Animal Species. Further information concerning the classification of these species may be obtained from the authorized Forest Officer.

Exploration and development proposals may be limited or modifications required if activity is planned within the boundaries of a threatened, endangered, or sensitive plant or animal species located as it then exists. All activities within these areas must be conducted in accordance with existing laws, regulations and the Forest Land and Resource Management Plan guidelines.

Any changes to this stipulation will be made in accordance with the Ouachita National Forest Land and Resource Management Plan, as amended, and/or the regulatory provisions for such changes. (For guidance on the use of this stipulation, see BLM manual 1624 and 3101 or FS manual 1950 and 2820).

LEASE NOTICE NO. 4

All or part of the leased lands may be classified as wetlands in accordance with Executive Order 11990, "Protection of Wetlands" or a floodplain in accordance with Executive Order No. 11988, "Floodplain Management." Additional management requirements for the protection of riparian areas are contained in 36 CFR 219.27(e) and the National Forest Resource Management Act of 1976.

All activities within these areas may require special measures to mitigate adverse impacts to the resource values. They must comply with the above referenced executive orders, regulations, laws and be in accordance with the Forest Land and Resource Management Plan guidelines.

Any changes to this stipulation will be made in accordance with the Ouachita National Forest Land and Resource Management Plan, as amended, and/or the regulatory provisions for such changes. (For guidance on the use of this stipulation, see BLM manual 1624 and 3101 or FS manual 1950 and 2820).

**STIPULATION FOR LANDS OF THE NATIONAL FOREST SYSTEM
UNDER THE JURISDICTION OF DEPARTMENT OF AGRICULTURE**

The lessee/permittee/lessee must comply with all the rules and regulations of the Secretary of Agriculture set forth at Title 36, Chapter II, of the Code of Federal Regulations governing the use and management of the National Forest System (NFS) when not inconsistent with the rights granted by the Secretary of the Interior in the license/prospecting permit/lease. The Secretary of Agriculture's rules and regulations must be complied with for (1) all use and occupancy of the NFS prior to approval of a permit/operation plan by the Secretary of the Interior, (2) uses of all existing improvements, such as Forest development roads, within and outside the area licensed, permitted or leased by the Secretary of the Interior, and (3) use and occupancy of the NFS not authorized by a permit/operating plan approved by the Secretary of the Interior.

All matters related to this stipulation are to be addressed to:

Forest Supervisor, Ozark - St. Francis National Forest
605 West Main
P.O. Box 1008
Russellville, Arkansas 72801
Phone Number: 501-968-2354

BLM Field Office
Jackson Field Office
411 Briarwood Drive, Suite 404
Jackson, Mississippi 39206

Surface Management Agency
USDA, Forest Service (Region 8)
Room 792 South, Lands and Minerals
1720 Peachtree Road, N.W.
Atlanta, Georgia 30367

ES-046-12/00 LAES 50893 PD

Louisiana, Calcasieu Parish, BLM

T8S, R9W, Louisiana Meridian

Sec. 5, NESW.

40.80 Acres

\$61.50 Rental

Subject to BLM No Surface or Subsurface Occupancy Stipulation

ES-047-12/00 LAES 50894 PD

Louisiana, Bossier Parish, BLM

T23N, R12W, Louisiana Meridian

Sec. 10, E2SE.

79.78 Acres

\$120.00 Rental

Subject to BLM No Surface or Subsurface Occupancy Stipulation

ES-048-12/00 LAES 50895 PD

Louisiana, DeSoto Parish, BLM

T11N, R14W, Louisiana Meridian

Sec. 32, Lot 3.

0.84 Acres

\$1.50 Rental

Subject to BLM No Surface or Subsurface Occupancy Stipulation

BLM NO SURFACE OR SUB-SURFACE OCCUPANCY STIPULATION

No Occupancy (surface or sub-surface) is allowed on the lands described below unless application by letter for a waiver (as defined below) is made that demonstrates that surface or sub-surface occupancy on the leasehold is necessary to produce the lease, consent is given by the Surface Management Agency, if applicable, and subsequent planning analysis/environmental assessment (PA/EA) shows that surface or sub-surface occupancy, as requested, would not result in unacceptable adverse impacts to the environment, as determined by the Authorized Officer.

Waiver: A waiver from this lease stipulation may be granted for all or portion of this lease. Prior to granting any waiver, a PA/EA documentation must be completed for the entire lease based on a Reasonably Foreseeable Development Scenario (RFDS). The analysis must consider past, present, and reasonable foreseeable impacts on the lease and adjacent areas. With the consent of the Surface Management Agency, if applicable, a waiver of the stipulation may be granted for those portions of the lease identified as not containing sensitive or important historic, cultural, and scenic values, fish or wildlife resources or their habitat or other important or sensitive natural systems, processes or human values.

Exception: None.

Modification: None.

LEASE NOTICE

This lease does not obviate the need to obtain other Federal, State, or local authorization required by law.

ES-049-12/00 MSES 50896 PD

Mississippi, Wilkinson County, BLM

T3N, R1E, Washington Meridian

Sec. 27, NWSE.

38.58 Acres

\$58.50 Rental

Subject to BLM No Surface or Sub-Surface Occupancy Stipulation

ES-050-12/00 MSES 50897 PD

Mississippi, Hancock County, BLM

T6S, R14W, St. Stephens Meridian

Sec. 31, NESE.

3.20 Acres

\$6.00 Rental

Subject to BLM No Surface or Sub-Surface Occupancy Stipulation

BLM NO SURFACE OR SUB-SURFACE OCCUPANCY STIPULATION

No Occupancy (surface or sub-surface) is allowed on the lands described below unless application by letter for a waiver (as defined below) is made that demonstrates that surface or sub-surface occupancy on the leasehold is necessary to produce the lease, consent is given by the Surface Management Agency, if applicable, and subsequent planning analysis/environmental assessment (PA/EA) shows that surface or sub-surface occupancy, as requested, would not result in unacceptable adverse impacts to the environment, as determined by the Authorized Officer.

Waiver: A waiver from this lease stipulation may be granted for all or portion of this lease. Prior to granting any waiver, a PA/EA documentation must be completed for the entire lease based on a Reasonably Foreseeable Development Scenario (RFDS). The analysis must consider past, present, and reasonable foreseeable impacts on the lease and adjacent areas. With the consent of the Surface Management Agency, if applicable, a waiver of the stipulation may be granted for those portions of the lease identified as not containing sensitive or important historic, cultural, and scenic values, fish or wildlife resources or their habitat or other important or sensitive natural systems, processes or human values.

Exception: None.

Modification: None.

LEASE NOTICE

This lease does not obviate the need to obtain other Federal, State, or local authorization required by law.

ES-051-12/00 MSES 50898 ACQ

Mississippi, Franklin County, Homochitto N.F.

T5N, R2E, Washington Meridian

Sec. 7, SE.

161.70 Acres

\$243.00 Rental

Subject to F.S. Timing Limitation Stipulation No. 1 and Lease Notice Nos. 3 and 4

Note: Successful bidder is required to take responsibility for the wells already on the property. They must reestablish production, use as a service well, temporarily abandon the well, or plug and restore the site and remove equipment within 60 days of lease of lease issuance.

ES-052-12/00 MSES 50899 ACQ

Mississippi, Franklin County, Homochitto N.F.

T5N, R2E, Washington Meridian

Sec. 18, E2;

Sec. 19, N2, SW;

Sec. 31, NWNE, N2NW.

945.15 Acres

\$1,419.00 Rental

Subject to F.S. Timing Limitation Stipulation No. 1 and Lease Notice Nos. 3 and 4

Note: Successful bidder is required to take responsibility for the wells already on the property. They must reestablish production, use as a service well, temporarily abandon the well, or plug and restore the site and remove equipment within 60 days of lease of lease issuance.

NATIONAL FORESTS IN MISSISSIPPI

TIMING LIMITATION STIPULATION NO. 1

No surface use is allowed during the following time period(s). This stipulation does not apply to operation and maintenance of production facilities.

Site construction and drilling may be restricted during the wet season from 11/30 thru 3/31 depending on site specific conditions at the time the Application for Permit to Drill is filed.

On the lands described below:

Entire Lease

For the purpose of (reasons):

Prevent excessive soil erosion and rutting resulting from construction activities during the wet season. Land and Resource Management Plan, National Forests in Mississippi, as amended, 9/85.

NATIONAL FORESTS IN MISSISSIPPI

LEASE NOTICE NO. 3

All or part of the leased lands may contain animal or plant species classified under the Endangered Species Act of 1973, as amended. Other species may have been identified as sensitive in accordance with Forest Service Manual 2670 and be listed on the correct Regional Forester's List of Sensitive Plant and Animal Species. Further information concerning the classification of these species may be obtained from the authorized Forest Officer.

Exploration and development proposals may be limited or modifications required if activity is planned within the boundaries of a threatened, endangered or sensitive plant or animal species location as it then exists. All activities within these areas must be conducted in accordance with existing laws, regulations and the Forest Land and Resource Management Plan guidelines.

LEASE NOTICE NO. 4

All or part of the leased lands may be classified as wetlands in accordance with Executive Order 11990, "Protection of Wetlands" or a floodplain in accordance with Executive Order No. 11988, "Floodplain Management." Further information concerning the classification of these lands may be obtained from the authorized Forest office.

All activities within these areas must be conducted in a manner to minimize adverse impacts to the resource values and in accordance with the Forest Land and Resource Management Plan guidelines.

**STIPULATION FOR LANDS OF THE NATIONAL FOREST SYSTEM
UNDER JURISDICTION OF DEPARTMENT OF AGRICULTURE**

The licensee/permittee/lessee must comply with all the rules and regulations of the Secretary of Agriculture set forth at Title 36, Chapter II, of the Code of Federal Regulations governing the use and management of the National Forest System (NFS) when not inconsistent with the rights granted by the Secretary of the Interior in the license/prospecting permit/lease. The Secretary of Agriculture's rules and regulations must be complied with for (1) all use and occupancy of the NFS prior to approval of a permit/operation plan by the Secretary of the Interior, (2) uses of all existing improvements, such as Forest development roads, within and outside the area licensed, permitted or leased by the Secretary of the Interior, and (3) use and occupancy of the NFS not authorized by a permit/operating plan approved by the Secretary of the Interior.

All matters related to this stipulation are to be addressed to:

Forest Supervisor, NFs in Mississippi
100 W. Capitol Street, Suite 1141
Jackson, MS 39269
Telephone Number: (601) 965-4391

who is the authorized representative of the Secretary of Agriculture.

BLM Field Office
Jackson Field Office
411 Briarwood Drive
Suite 404
Jackson, Mississippi 39206

Surface Management Agency
USDA, Forest Service - Region 8
Room 792 South, Lands & Minerals
1720 Peachtree Road, N.W.
Atlanta, Georgia 30367

ES-053-12/00 MSES 50900 ACQ

Mississippi, Wayne County, DeSoto N.F.

T6N, R7W, St. Stephens Meridian

Sec. 30, SWNE, W2SE.

120.00 Acres

\$180.00 Rental

All except Pt of SWSE** described as Tr. C-5 lying E of centerline of the public road (15.11 acres) is U.S. Mineral Ownership only and subject to BLM No Surface or Sub-Surface Occupancy Stipulation (**Subject to F.S. Lease Notice Nos. 3 and 4)

ES-054-12/00 MSES 50901 ACQ

Mississippi, Wayne County, DeSoto N.F.

T6N, R7W, St. Stephens Meridian

Sec. 30, W2NW**, SENW*, NWSW**, E2SW*.

\$240.00 Acres

\$360.00 Rental

(*U.S. Mineral Ownership Only and subject to BLM No Surface or Sub-Surface Occupancy Stipulation) (** Subject to F.S. Lease Notice Nos. 3 and 4)

ES-055-12/00 MSES 50902 ACQ

Mississippi, Wayne County, DeSoto N.F.

T6N, R9W, S^t Stephens Meridian

Sec. 12, S2NE, NESW less 1.19 acres described as: Beginning at SW corner of NESW, a concrete monument and Corner No. 1, thence N 00E 14' W, 20.05 chains to Corner No. 2, thence N 89E 09' E 0.65 chains to Corner No. 3, thence S 00E 05' W 20.06 chains to Corner No. 4, thence W 0.54 chains to Corner No. 1, the point of beginning, AND also less 0.38 acre described as: Commencing at SE corner of NESW, a concrete monument, thence W 6.73 chains to point of beginning, Corner 1, thence W 5.13 chains, Corner 2, thence N 72E 47' E 5.01 chains, Corner 3, thence S 13E E 1.52 chains to Corner 1, the point of beginning.

118.81 Acres

\$178.50 Rental

Subject to F.S. Lease Notice Nos. 3 and 4

ES-056-12/00 MSES 50903 ACQ

Mississippi, Wayne County, DeSoto N.F.

T6N, R9W, S^t Stephens Meridian

Sec. 13, SWNE, 4 acres in SE corner of NENW described as: Begin at SE corner, run N 418', W 418', S 418', E 418' to point of beginning, NESW, SESW, NESE less 1 acre in SW corner of NESE & less 0.50 acre described as: Commencing at SW corner of NESE, run due E along S boundary a distance of 4.50 chains to a point, said point being the point of beginning, thence due N 2.80 chains, thence due E 1.80 chains, thence due S 2.80 chains, thence due W 1.80 chains to the point of beginning; also less Tract C-24 containing 0.735 acre & Tract C-24a containing 0.197 acre located in NESE;

Sec. 14, N2N2, SWNW, NESE;

Sec. 15, SENE, W2NW, N2SW, N2SE, SWSE;

Sec. 22, S2SW;

Sec. 24, NWSW.

725.24 Acres

\$1,089.00 Rental

Subject to F.S. Lease Notice Nos. 3 and 4

ES-057-12/00 MSES 50904 ACQ

Mississippi, Wayne County, DeSoto N.F.

T6N, R9W, S^t Stephens Meridian

Sec. 17, N2, N2S2, SWSW, S2SE;

Sec. 18, All;

Sec. 20, W2SW, SESW;

Sec. 21, All.

1,967.60 Acres

\$2,952.00 Rental

Subject to F.S. Lease Notice Nos. 3 and 4

ES-058-12/00 MSES 50905 ACQ

Mississippi, Wayne County, DeSoto N.F.

T6N, R9W, S^t Stephens Meridian

Sec. 25, S2SE;

Sec. 27, N2NW, SWNW, SW, S2SE;

Sec. 28, E2, E2W2, NWNW;

Sec. 29, SW;

Sec. 30, NWNW;

Sec. 31, NE, NWNW, SENW.

518.70 Acres

\$778.50 Rental

Subject to F.S. Lease Notice Nos. 3 and 4

ES-059-12/00 MSES 50906 ACQ

Mississippi, Wayne County, DeSoto N.F.

T6N, R10W, S^t Stephens Meridian

Sec. 4, All;

Sec. 5, E2, NWNW, SENW, NWSW;

Sec. 10, N2SE;

Sec. 14, E2SE.

1,246.34 Acres

\$1,870.50 Rental

Subject to F.S. Lease Notice Nos. 3 and 4

ES-060-12/00 MSES 50907 ACQ

Mississippi, Wayne County, DeSoto N.F.

T7N, R10W, S^t Stephens Meridian

Sec. 13, NWNE, E2SW, W2SE;

Sec. 14, That part of the SESE lying South of Strickland Road & the land used in the road itself & is further described as follows: Beginning at a point on the South line of the SESE West 0.83 chains from the SE corner thereof, thence West 19.21 chains to the SW corner of the SESE, thence North 16.36 chains to a point on the North edge of The Strickland Road right of way S 51E 30' E 14.78 chains, S 43E 45' E 3.00 chains, S 44E 30' E 4.00 chains, S 48E 45' E 3.44 chains to the place of beginning.

Sec. 24, NE, W2;

Sec. 31, NESE, SWSE;

Sec. 32, NENE, SENE, NWNW, SESW, SE;

Sec. 33, All.

1,735.88 Acres

\$2,604.00 Rental

Subject to F.S. Controlled Surface Use Stipulations No. 1 and 1A, No Surface Occupancy Stipulation No. 2, and Lease Notice Nos. 3 and 4

NATIONAL FORESTS IN MISSISSIPPI
T6N, R10W
T7N, R10W

CONTROLLED SURFACE USE STIPULATION NO. 1

Surface occupancy or use is subject to the following special operating constraints:

Oil and gas activities must be conducted in such a manner as to reasonably reduce visibility of the operation to the extent possible.

On the lands described below:

Longleaf Horse Trail and trail head with dispersed recreation area (Gator Pond) located in:

T6N, R10W, Sections 2, 3, 10 (not including N2SE) and 11

T7N, R10W, Sections 8, 9, 14, 15, 17, 20, 21, 22, 23, 26, 27, 33, 34 and 35

For the purpose of:

To meet visual quality objectives. Land and Resource Management Plan, National Forests in Mississippi, as amended, 9/85.

Any changes to this stipulation will be made in accordance with the land use plan and/or the regulatory provisions for such changes. (For guidance on the use of this stipulation, see BLM Manual 1624 and 3101 or FS Manual 1950 and 2820.)

NATIONAL FORESTS IN MISSISSIPPI
T6N, R10W
T7N, R10W

CONTROLLED SURFACE USE STIPULATION NO. 1A

Surface occupancy or use is subject to the following special operating constraints:

Oil and gas activities must be conducted in such a manner as to reasonably reduce visibility of the operation to the extent possible.

On the lands described below:

Gavin Auto Tour located in:

T6N, R10W, Sections 4 and 5

T7N, R10W, Sections 15, 21, 22, 26, 27, 28, 32 and 34

For the purpose of:

To meet visual quality objectives. Land and Resource Management Plan, National Forests in Mississippi, as amended, 9/85.

Any changes to this stipulation will be made in accordance with the land use plan and/or the regulatory provisions for such changes. (For guidance on the use of this stipulation, see BLM Manual 1624 and 3101 or FS Manual 1950 and 2820.)

**NATIONAL FORESTS IN MISSISSIPPI
T7N, R10W**

NO SURFACE OCCUPANCY STIPULATION NO. 2

No surface occupancy or use is allowed on the lands described below (legal subdivision or other description):

Long Term Soil Productivity Plots located in the NWNW, NENE, Section 28 and the NWNE, Section 33, T7N, R10W.

Progeny Test Plot located in SWNW, Section 28, T7N, R10W (C-360)

Public Education Plot located in NWNE of Section 32, T7N, R10W.

For the purpose of:

Protection of the plots due to long term studies.

Any changes to this stipulation will be made in accordance with the land use plan and/or the regulatory provisions for such changes. (For guidance on the use of this stipulation, see BLM Manual 1624 and 3101 or FS Manual 1950 and 2820.)

NATIONAL FORESTS IN MISSISSIPPI

LEASE NOTICE NO. 3

All or part of the leased lands may contain animal or plant species classified under the Endangered Species Act of 1973, as amended. Other species may have been identified as sensitive in accordance with Forest Service Manual 2670 and be listed on the correct Regional Forester's List of Sensitive Plant and Animal Species. Further information concerning the classification of these species may be obtained from the authorized Forest Officer.

Exploration and development proposals may be limited or modifications required if activity is planned within the boundaries of a threatened, endangered or sensitive plant or animal species location as it then exists. All activities within these areas must be conducted in accordance with existing laws, regulations and the Forest Land and Resource Management Plan guidelines.

LEASE NOTICE NO. 4

All or part of the leased lands may be classified as wetlands in accordance with Executive Order 11990, "Protection of Wetlands" or a floodplain in accordance with Executive Order No. 11988, "Floodplain Management." Further information concerning the classification of these lands may be obtained from the authorized Forest office.

All activities within these areas must be conducted in a manner to minimize adverse impacts to the resource values and in accordance with the Forest Land and Resource Management Plan guidelines.

**STIPULATION FOR LANDS OF THE NATIONAL FOREST SYSTEM
UNDER JURISDICTION OF DEPARTMENT OF AGRICULTURE**

The licensee/permittee/lessee must comply with all the rules and regulations of the Secretary of Agriculture set forth at Title 36, Chapter II, of the Code of Federal Regulations governing the use and management of the National Forest System (NFS) when not inconsistent with the rights granted by the Secretary of the Interior in the license/prospecting permit/lease. The Secretary of Agriculture's rules and regulations must be complied with for (1) all use and occupancy of the NFS prior to approval of a permit/operation plan by the Secretary of the Interior, (2) uses of all existing improvements, such as Forest development roads, within and outside the area licensed, permitted or leased by the Secretary of the Interior, and (3) use and occupancy of the NFS not authorized by a permit/operating plan approved by the Secretary of the Interior.

All matters related to this stipulation are to be addressed to:

Forest Supervisor, NFs in Mississippi
100 W. Capitol Street, Suite 1141
Jackson, MS 39269
Telephone Number: (601) 965-4391

who is the authorized representative of the Secretary of Agriculture.

BLM Field Office
Jackson Field Office
411 Briarwood Drive
Suite 404
Jackson, Mississippi 39206

Surface Management Agency
USDA, Forest Service - Region 8
Room 792 South, Lands & Minerals
1720 Peachtree Road, N.W.
Atlanta, Georgia 30367