

H-3120-1 - COMPETITIVE LEASES

Format for Sale Notice Text for Terms and Conditions
of Lands Within Gas Storage Agreements

**SAMPLE TEXT FOR NOTICE OF COMPETITIVE LEASE SALE
FOR LANDS WITHIN GAS STORAGE AGREEMENT**

TEXT FOR SALE NOTICE:

The lands in Parcels (Numbers) are in the (Name) Gas Storage Agreement and are subject to leasing restrictions incorporated into that agreement. The successful bidder for these parcels will be required to execute and agree that the following stipulations are part of the lease terms:

The land embraced in this lease covers only formations below the top 30 feet of the Fuson shale. The Fuson shale is defined as that geological structure or formation the top of which occurs at a depth of 3,712 feet beneath the surface as shown by the electric log of the ABC Oil Company well No. 21, N.P.R.R., located in the NW 1/4 Sec. 3, T. 7 S., R. 21 E., Carbon County, Montana. All wells drilled on lands embraced in this lease will be protected through the reserved formations by a method approved by the Bureau of Land Management District Manager. Use of the surface is subject to prior use by the lessee of the presently leased formations not covered by this lease.

TEXT FOR PARCEL DESCRIPTION IN NOTICE AND LEASE FORM:

<u>Parcel</u>	<u>Description</u>	<u>Acres</u>
xx-xx-xxx	T. 26 N., R. 87 W., 6th PM, WY Sec. 28: S1/2NW1/4 excluding and withholding from leasing the oil and gas rights of the Muddy, Skull Creek, Dakota, and Sundance formations encountered between the depths of 1,988 feet and 2,192 feet and between the depths of 2,570 feet and 2,650 feet with respect to the Sundance formation, as logged in XYZ Oil Corp. Well No. 1 Federal, T. 26 N., R. 87 W., 6th PM, WY.	80.00