



United States Department of the Interior
BUREAU OF LAND MANAGEMENT
Colorado State Office
2850 Youngfield Street
Lakewood, Colorado 80215-7076

IN REPLY REFER TO:
CO922 (GB)

July 13, 2009

NOTICE OF ADDENDUM #1

This amends the Colorado State Office, Competitive Oil and Gas Lease Internet Auction Pilot Sale Notice dated July 8, 2009, for the Lease Sale Auction to be held on September 9 - 17, 2009.

Total Acreage – The updated total acreage in the Sale Notice is 28,448.70 acres.

Parcel COC 73870 – Due to administrative reason, Section 34 is been deleted from this parcel. The legal description and stipulations are modified as follows:

T. 0090S., R 0760W., 6TH PM
Sec. 4: S2NE,NESE;
Sec. 21: S2SW,SESE;
Sec. 28: NENE,S2NE,W2,N2SE;
Sec. 33: SWNE,W2,SE;

Park County
Colorado 1280.000 Acres

All lands are subject to Exhibit CO-09 to protect big game winter habitat.

All lands are subject to Exhibit CO-11 to protect antelope fawning.

The following lands are subject to Exhibit CO-28 to protect riparian/wetland vegetation:

T. 0090S., R 0760W., 6TH PM
Sec. 28: E2NW;
Sec. 33: SESE;

All lands are subject to Exhibit CO-34 to alert lessee of potential habitat for a threatened, endangered, candidate, or other special status plant or animal.

All lands are subject to Exhibit CO-39 to protect cultural resources.

All lands are subject to Exhibit RG-19 to protect mountain plover.

BLM; CCDO: RGRA

Parcel COC 73873 – The text in Exhibit WR-NSO-02 was described in error, the stipulation is corrected as follows:

The following lands are subject to Exhibit WR-NSO-02 to protect special status raptor nests:

T. 0010S., R 0990W., 6TH PM
Sec. 22: Lot 2;

Parcel COC 73879 – An additional Stipulation is required to this parcel:

The successful bidder may be required to join a communitization agreement.

Due to administrative reason, the Exhibit CO-50 of this parcel had been amended; the stipulation is listed as follows:

EXHIBIT CO-50

Lease Number:

DRAINAGE STIPULATION

All or part of the lands contained in this lease are subject to drainage by well(s) located adjacent to, and contained within designated and already developed spacing units associated with lands in, this lease. Within 60 days of lease issuance the lessee shall be required to submit to the authorized officer plans for protecting the lease against drainage. Since this lease is also being issued with a No Surface Occupancy stipulation and is of insufficient size to be independently developed, the plan must be specific to applications for communitization of this lease with other lands in the associated spacing units so that proper allocation to this lease of the prorated shares of production from the wells in the spacing units can occur. Communitization agreements for each of the respective spacing units associated with the leased lands must be effective the date of spud of the well(s) in the spacing unit and the proceeds attributable to the leased lands being managed and distributed in accordance with the terms of the communitization agreements. The communitization agreements are to be effected in accordance with Federal regulation, are subject to Federal approval, and must be complete and submitted for approval within 1 year of lease issuance.

On the lands described below:

/s/ Karen Zurek

Karen Zurek
Chief, Fluid Minerals Adjudication