

January 5, 2012

**COMPETITIVE LEASE OFFERING
FOR OIL, GAS AND ASSOCIATED HYDROCARBONS
AND OTHER MINERAL COMMODITIES
(Bids to be opened January 30, 2012)**

STATE OF UTAH
SCHOOL AND INSTITUTIONAL TRUST LANDS ADMINISTRATION
675 EAST 500 SOUTH, SUITE 500
SALT LAKE CITY, UT 84102-2818
(801) 538-5100

OIL, GAS AND ASSOCIATED HYDROCARBONS LEASING UNITS

The oil, gas and hydrocarbon leases on the lands listed below have expired and the lands are available for leasing. These lands are hereby offered for oil, gas and associated hydrocarbons lease by competitive filing by the State of Utah, School and Institutional Trust Lands Administration, at a **16-2/3% royalty rate, 5-year term**, unless otherwise specified for the individual leasing unit, in accordance with the provisions of State law and the Rules Governing the Management and Use of Trust Lands in Utah. The offering of these lands for leasing of oil, gas and associated hydrocarbons does not guarantee that there are deposits of oil, gas and associated hydrocarbons on these lands. **The filing period ends at 5:00 P.M., Friday, January 27, 2012.** Each application should include only one leasing unit per application and must be on Form B (rev. 6/08), Oil, Gas and Associated Hydrocarbons Competitive Lease Offering Application, or copies thereof. Form B (rev. 6/08) must be accompanied by two checks, one for the bonus bid for the leasing unit and one check for \$30.00 to cover the application fee. All application fees are forfeited to the Trust Lands Administration. The minimum acceptable bid is **\$2.00 per net acre or fractional part thereof** unless otherwise noted. Each bid is for the first year of the lease. Each application must be submitted in a separate, sealed envelope marked: **“Sealed bid for competitive filing on Leasing Unit No. _____ being offered for oil, gas and associated hydrocarbons leasing. Bids to be opened at 10:00 A.M., Monday, January 30, 2012, at the School and Institutional Trust Lands Administration office at 675 East 500 South, Suite 500, Salt Lake City, UT 84102-2818.”** No bid will be accepted unless it includes: (1) all the lands offered in a particular leasing unit, (2) the entire bonus bid, and (3) is submitted in the manner required on Form B (rev. 6/08). The bid checks of all unsuccessful applicants will be returned to the applicant. Leasing units receiving no bids and marked with an * will not be available for over the counter leasing. All other units will be available for over-the-counter lease application from 8:00 am January 31, 2012, thru 5:00 pm April 27, 2012, in accordance with Rules Governing the Management and Use of Trust Lands in Utah. **INTERACTIVE OIL, GAS & HYDROCARBONS COMPETITIVE APPLICATION FORM B (rev. 6/08) IS NOW AVAILABLE ON OUR WEB SITE <http://trustlands.utah.gov/>. CLICK ON THE FORMS & APPLICATIONS LINK AND SCROLL DOWN TO THE OIL & GAS FORMS SECTION.**

LEASING UNIT NO. DESCRIPTION COUNTY/ACRES

LEASING UNIT NO. 1 IS IN A DESIGNATED MULTIPLE MINERAL DEVELOPMENT AREA. FOR MORE INFORMATION, REFER TO THE SCHOOL AND INSTITUTIONAL TRUST LANDS ADMINISTRATION RULES AND REGULATIONS AT R-850-22-1000.

*1	<u>T5S, R22E, SLB&M</u> Sec. 13: N½, N½SW¼, SE¼SW¼, SE¼ Sec. 14: N½NE¼, SE¼NE¼	Uintah 720.00 Acres
*2	<u>T6S, R23E, SLB&M</u> Sec. 16: All	Uintah 640.00 Acres
*3	<u>T12S, R9E, SLB&M</u> Sec. 30: NW¼NE¼, SE¼NW¼	Carbon 80.00 Acres

LEASING UNIT NO. 4 IS IN A DESIGNATED MULTIPLE MINERAL DEVELOPMENT AREA. FOR MORE INFORMATION, REFER TO THE SCHOOL AND INSTITUTIONAL TRUST LANDS ADMINISTRATION RULES AND REGULATIONS AT R-850-22-1000.

*4	<u>T12S, R23E, SLB&M</u> Sec. 32: W½E½NE¼SW¼, W½NE¼SW¼, W½SW¼, SE¼SW¼, S½S½SW¼SE¼, SW¼SW¼SE¼SE¼	Uintah 162.50 Acres
5	<u>T15S, R25E, SLB&M</u> Sec. 36: All	Grand 640.00 Acres
6	<u>T18S, R8E, SLB&M</u> Sec. 5: Lots 1(41.08), 2(41.28), 5(43.92), 6(44.17), S½N½, S½ [All]	Emery 650.45 Acres
7	<u>T24S, R19E, SLB&M</u> Sec. 16: All	Grand 640.00 Acres
8	<u>T25S, R18E, SLB&M</u> Sec. 36: All	Grand 640.00 Acres
9	<u>T26S, R20E, SLB&M</u> Sec. 16: All	Grand 640.00 Acres
10	<u>T31S, R26E, SLB&M</u> Sec. 2: Lots 1(18.82), 2(17.21), 3(17.49), 4(17.69) [All]	San Juan 71.21 Acres

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Oil, Gas & Associated Hydrocarbons

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
11	<u>T32S, R24E, SLB&M</u> Sec. 22: S $\frac{1}{2}$ SE $\frac{1}{4}$ Sec. 23: E $\frac{1}{2}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$	San Juan 320.00 Acres
12	<u>T32S, R24E, SLB&M</u> Sec. 26: E $\frac{1}{2}$ SW $\frac{1}{4}$ Sec. 27: SE $\frac{1}{4}$ SW $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$ Sec. 34: NE $\frac{1}{4}$ NW $\frac{1}{4}$, W $\frac{1}{2}$ NW $\frac{1}{4}$ Sec. 35: NW $\frac{1}{4}$, NE $\frac{1}{4}$ SW $\frac{1}{4}$	San Juan 520.00 Acres
13	<u>T32S, R24E, SLB&M</u> Sec. 31: Lot 4 [aka SW $\frac{1}{4}$ SW $\frac{1}{4}$] [36.70 acres] Sec. 32: All Sec. 33: NE $\frac{1}{4}$, W $\frac{1}{2}$	San Juan 1,156.70 Acres
14	<u>T32S, R24E, SLB&M</u> Sec. 36: All	San Juan 640.00 Acres
15	<u>T33S, R25E, SLB&M</u> Sec. 16: All	San Juan 640.00 Acres
16	<u>T33S, R25E, SLB&M</u> Sec. 30: Lots 1(37.40), 2(37.45), 3(37.49), 4(37.54), E $\frac{1}{2}$, E $\frac{1}{2}$ W $\frac{1}{2}$ [All] Sec. 31: Lots 1(37.58), 2(37.63), 3(37.67), 4(37.72), E $\frac{1}{2}$ W $\frac{1}{2}$ [Lots aka W $\frac{1}{2}$ W $\frac{1}{2}$] [Less Metes & Bounds ROW 6.18 Acres]	San Juan 934.30 Acres
17	<u>T33S, R25E, SLB&M</u> Sec. 32: All	San Juan 640.00 Acres
18	<u>T33S, R25E, SLB&M</u> Sec. 36: All	San Juan 640.00 Acres
19	<u>T33S, R26E, SLB&M</u> Sec. 2: Lots 1(23.40), 2(22.84), 3(23.16), 4(23.45) [All]	San Juan 92.85 Acres
20	<u>T33S, R26E, SLB&M</u> Sec. 16: All	San Juan 640.00 Acres

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
21	<u>T34S, R23E, SLB&M</u> Sec. 1: Lots 1(40.00), 2(40.00), S $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ [Lots aka N $\frac{1}{2}$ NE $\frac{1}{4}$]	San Juan 320.00 Acres
22	<u>T34S, R23E, SLB&M</u> Sec. 13: E $\frac{1}{2}$ E $\frac{1}{2}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$ SE $\frac{1}{4}$	San Juan 240.00 Acres
23	<u>T34S, R23E, SLB&M</u> Sec. 24: W $\frac{1}{2}$ SE $\frac{1}{4}$ Sec. 25: NW $\frac{1}{4}$ NE $\frac{1}{4}$	San Juan 120.00 Acres
24	<u>T34S, R24E, SLB&M</u> Sec. 29: SW $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$, N $\frac{1}{2}$ SW $\frac{1}{4}$, NW $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 30: NE $\frac{1}{4}$ SW $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$ Sec. 32: All	San Juan 960.00 Acres
25	<u>T35S, R23E, SLB&M</u> Sec. 12: NW $\frac{1}{4}$ NE $\frac{1}{4}$ Sec. 14: SW $\frac{1}{4}$ NE $\frac{1}{4}$	San Juan 80.00 Acres
26	<u>T35S, R25E, SLB&M</u> Sec. 2: Lots 1(39.63), 2(39.61), 3(39.59), 4(39.57), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ [All]	San Juan 638.40 Acres
27	<u>T35S, R25E, SLB&M</u> Sec. 16: All	San Juan 640.00 Acres
28	<u>T35S, R26E, SLB&M</u> Sec. 2: Lots 1(29.62), 2(29.57), 3(29.67), 4(29.75) [All]	San Juan 118.61 Acres
29	<u>T35S, R26E, SLB&M</u> Sec. 16: All	San Juan 640.00 Acres
30	<u>T36S, R21E, SLB&M</u> Sec. 36: All	San Juan 640.00 Acres
31	<u>T37S, R18E, SLB&M</u> Sec. 36: All	San Juan 640.00 Acres

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
32	<u>T37S, R25E, SLB&M</u> Sec. 36: All	San Juan 640.00 Acres
*33	<u>T2S, R1W, USB&M</u> Sec. 19: Lots 3(39.37), 4(39.38), NE $\frac{1}{4}$, E $\frac{1}{2}$ W $\frac{1}{2}$ [Lots aka W $\frac{1}{2}$ SW $\frac{1}{4}$] M&B [Part of W $\frac{1}{2}$ W $\frac{1}{2}$ NW $\frac{1}{4}$] [52.16], M&B [Part of E $\frac{1}{2}$ W $\frac{1}{2}$ NW $\frac{1}{4}$] [26.67]	Duchesne 477.58 Acres

METALLIFEROUS MINERALS LEASING UNITS

The metalliferous mineral leases on the lands listed below have expired and the lands are available for leasing. These lands are hereby offered for metalliferous minerals lease by competitive filing with the State of Utah, School and Institutional Trust Lands Administration, at a **10-year term**, in accordance with the provisions of State law and Rules Governing the Management and Use of Trust Lands in Utah. **The offering of these lands for lease of metalliferous minerals does not guarantee that there are deposits of metalliferous minerals on the selected parcels.** The Metalliferous Mineral lease carries a royalty rate of eight (8%) for fissionable metalliferous minerals and four (4%) for non-fissionable metalliferous minerals. **The filing period ends at 5:00 P.M., Friday, January 27, 2012.** Each applicant should include only one leasing unit per application which must be on the Competitive Lease Offering Application, Metalliferous Mineral Lease Form C-2 (rev. 6/08), or copies thereof as attached to this offering. The lease application must be accompanied by **two** checks – one for the bonus bid for the leasing unit and one check for the \$30.00 application fee. All application fees are forfeited to the Trust Lands Administration. **Minimum annual rental, regardless of acreage shall be no less than \$500.00 or \$1.00 per acre, whichever is larger.** The minimum acceptable bid is \$500.00 for lease units containing less than 500 acres or for units containing more than 500 acres, \$1.00 per acre (fractional acres are rounded up to one full acre for each lease unit). The bid is applied to the first year rental payment. Each application must be submitted in a separate, sealed envelope marked: **“Sealed bid for competitive filing on Leasing Unit No. _____ being offered for metalliferous minerals leasing. Bids to be opened at 10:00 A.M., Monday, January 30, 2012, at the School and Institutional Trust Lands Administration’s office at 675 East 500 South, Suite 500, Salt Lake City, Utah 84102-2818.”** No bid will be accepted unless it includes: (1) all the lands offered in a particular lease unit, (2) a separate check for the entire bonus bid and a separate check of \$30.00 for the application fee, and (3) is submitted in the manner required on the Competitive Lease Offering Application, Metalliferous Minerals Application Form C-2 (rev. 6/08). Bid checks of all unsuccessful applicants will be returned to the applicant. **INTERACTIVE METALLIFEROUS MINERALS COMPETITIVE APPLICATION FORM C-2 (rev. 6/08) IS NOW AVAILABLE ON OUR WEB SITE <http://trustlands@utah.gov/> . CLICK ON THE FORMS AND APPLICATIONS LINK AND SCROLL DOWN TO THE HARD ROCK AND INDUSTRIALS MATERIALS FORMS.**

METALLIFEROUS MINERALS LEASING UNITS

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
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Metalliferous Minerals

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
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LEASING UNIT NO. 34 IS IN A DESIGNATED MULTIPLE MINERAL DEVELOPMENT AREA. FOR MORE INFORMATION, REFER TO THE SCHOOL AND INSTITUTIONAL TRUST LANDS ADMINISTRATION RULES AND REGULATIONS AT R-850-22-1000.

34	<u>T6S, R21E, SLB&M</u> Sec. 13: Lot 10 [Part of SW $\frac{1}{4}$ NW $\frac{1}{4}$] [22.20] Sec. 14: Lots 5(33.70), 6(16.50), 9(42.80) [Part of SE $\frac{1}{4}$ NE $\frac{1}{4}$, Part of E $\frac{1}{2}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$, Part of SE $\frac{1}{4}$ SE $\frac{1}{4}$] [93.00] Sec. 25: Lot 5 [Part of SW $\frac{1}{4}$ SE $\frac{1}{4}$] [36.70] Sec. 36: Lots 1(31.70), 2(16.62), 3(39.88), 4(31.50), 7(49.00), 8(26.00), SW $\frac{1}{4}$ NW $\frac{1}{4}$ [Lots aka Part of NW $\frac{1}{4}$ NE $\frac{1}{4}$, Part of E $\frac{1}{2}$ NW $\frac{1}{4}$, Part of N $\frac{1}{2}$ SW $\frac{1}{4}$, Part of SW $\frac{1}{4}$ SW $\frac{1}{4}$] [234.70] <u>T7S, R21E, SLB&M</u> Sec. 2: Lots 4(20.50), 5(4.90), 7(35.00), 8(30.50) [Lots aka Part of S $\frac{1}{2}$ NE $\frac{1}{4}$, Part of S $\frac{1}{2}$ N $\frac{1}{2}$ NW $\frac{1}{4}$] [90.90]	Uintah 477.50 Acres
35	<u>T22S, R14E, SLB&M</u> Sec. 2: Lots 1(38.59), 2(38.76), 3(38.94), 4(39.11), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ [All]	Emery 635.40 Acres
36	<u>T29S, R22E, SLB&M</u> Sec. 32: All	San Juan 640.00 Acres
37	<u>T29S, R23E, SLB&M</u> Sec. 32: All	San Juan 640.00 Acres
38	<u>T29S, R23E, SLB&M</u> Sec. 36: All	San Juan 640.00 Acres
39	<u>T29.5S, R23E, SLB&M</u> Sec. 32: Lots 1(40.05), 2(40.17), 3(40.27), 4(40.39), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ [All]	San Juan 640.88 Acres
40	<u>T29.5S, R23E, SLB&M</u> Sec. 36: Lots 1(38.26), 2(38.03), 3(37.97), 4(38.21), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ [All]	San Juan 632.47 Acres
41	<u>T30S, R22E, SLB&M</u> Sec. 36: All	San Juan 640.00 Acres

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
42	<u>T30S, R23E, SLB&M</u> Sec. 2: Lots 1(40.38), 2(40.34), 3(40.30), 4(40.26), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ [All]	San Juan 641.28 Acres
43	<u>T30S, R23E, SLB&M</u> Sec. 16: All	San Juan 640.00 Acres
44	<u>T30S, R23E, SLB&M</u> Sec. 32: All	San Juan 640.00 Acres
45	<u>T30S, R23E, SLB&M</u> Sec. 36: E $\frac{1}{2}$ E $\frac{1}{2}$	San Juan 160.00 Acres
46	<u>T31S, R23E, SLB&M</u> Sec. 22: S $\frac{1}{2}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ Sec. 34: NW $\frac{1}{4}$ NW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 36: S $\frac{1}{2}$ SW $\frac{1}{4}$	San Juan 560.00 Acres
47	<u>T31S, R24E, SLB&M</u> Sec. 16: All	San Juan 640.00 Acres
48	<u>T31S, R24E, SLB&M</u> Sec. 36: N $\frac{1}{2}$	San Juan 320.00 Acres
49	<u>T36S, R24E, SLB&M</u> Sec. 2: Lots 1(20.90), 2(20.97), 3(21.05), 4(21.12), S $\frac{1}{2}$ S $\frac{1}{2}$ [All]	San Juan 244.04 Acres
50	<u>T36S, R24E, SLB&M</u> Sec. 32: All	San Juan 640.00 Acres
51	<u>T36S, R24E, SLB&M</u> Sec. 36: All	San Juan 640.00 Acres
52	<u>T36S, R25E, SLB&M</u> Sec. 2: Lots 1(20.19), 2(20.12), 3(20.06), 4(19.99), S $\frac{1}{2}$ S $\frac{1}{2}$ [All]	San Juan 240.36 Acres
53	<u>T36S, R25E, SLB&M</u> Sec. 16: E $\frac{1}{2}$ NE $\frac{1}{4}$, W $\frac{1}{2}$ W $\frac{1}{2}$	San Juan 240.00 Acres

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
54	<u>T36S, R25E, SLB&M</u> Sec. 32: All	San Juan 640.00 Acres
55	<u>T37S, R25E, SLB&M</u> Sec. 16: All	San Juan 640.00 Acres
56	<u>T37S, R25E, SLB&M</u> Sec. 36: All	San Juan 640.00 Acres

LEASING UNIT NOS. 57 & 58 CONTAIN ACREAGE WITHIN AN EXISTING BUREAU OF LAND MANAGEMENT ("BLM") WILDERNESS STUDY AREA ("WSA"). A FEDERAL JUDICIAL DECISION PROVIDES THAT REASONABLE ACCESS TO STATE TRUST LANDS WITHIN WSA'S MUST BE GRANTED BY THE BLM; HOWEVER, THE SUCCESSFUL LESSEE WILL BE REQUIRED TO APPLY FOR AND OBTAIN THE APPROPRIATE EASEMENTS FROM THE BLM AT THEIR EXPENSE. ADDITIONALLY, THE SUCCESSFUL LESSEE SHOULD BE AWARE THAT THE TRUST LANDS ADMINISTRATION WILL NOT CONSENT TO LEASE TERM OR ANNUAL RENTAL SUSPENSIONS ON LEASES WHOLLY OR PARTIALLY WITHIN EXISTING OR PROPOSED WSA'S BECAUSE OF RESTRICTIONS PLACED UPON ACCESS OR AVAILABILITY OF SURROUNDING BLM LANDS FOR LEASING AND/OR OPERATIONS

57	<u>T37S, R26E, SLB&M</u> Sec. 16: All	San Juan 640.00 Acres
58	<u>T37S, R26E, SLB&M</u> Sec. 32: All	San Juan 640.00 Acres
59	<u>T10S, R19W, SLB&M</u> Sec. 32: All	Tooele 640.00 Acres
60	<u>T10S, R20W, SLB&M</u> Sec. 36: Lots 1(118.94), 2(119.22) [All]	Tooele 238.16 Acres
61	<u>T12S, R6W, SLB&M</u> Sec. 32: Lots 1(40.85), 2(41.07), 3(40.90), 4(40.68), E½, SW¼ [All]	Juab 643.50 Acres
62	<u>T18S, R11W, SLB&M</u> Sec. 32: Lots 1(50.42), 2(49.96), 3(49.48), 4(49.02), N½, N½S½ [All]	Millard 678.88 Acres

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Metalliferous Minerals

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
63	<u>T18S, R12W, SLB&M</u> Sec. 36: All	Millard 640.00 Acres
64	<u>T19S, R11W, SLB&M</u> Sec. 2: Lots 1(39.26), 2(38.89), 3(38.31), 4(37.84), S½N½, S½ [All]	Millard 634.30 Acres
65	<u>T19S, R12W, SLB&M</u> Sec. 2: Lots 1(40.79), 2(40.73), 3(40.67), 4(40.61), S½N½, S½ [All]	Millard 642.80 Acres
66	<u>T33S, R20W, SLB&M</u> Sec. 36: E½	Iron 320.00 Acres

LEASING UNIT NO.67 CONTAINS ACREAGE WITHIN AN EXISTING BUREAU OF LAND MANAGEMENT ("BLM") WILDERNESS STUDY AREA ("WSA"). A FEDERAL JUDICIAL DECISION PROVIDES THAT REASONABLE ACCESS TO STATE TRUST LANDS WITHIN WSA'S MUST BE GRANTED BY THE BLM; HOWEVER, THE SUCCESSFUL LESSEE WILL BE REQUIRED TO APPLY FOR AND OBTAIN THE APPROPRIATE EASEMENTS FROM THE BLM AT THEIR EXPENSE. ADDITIONALLY, THE SUCCESSFUL LESSEE SHOULD BE AWARE THAT THE TRUST LANDS ADMINISTRATION WILL NOT CONSENT TO LEASE TERM OR ANNUAL RENTAL SUSPENSIONS ON LEASES WHOLLY OR PARTIALLY WITHIN EXISTING OR PROPOSED WSA'S BECAUSE OF RESTRICTIONS PLACED UPON ACCESS OR AVAILABILITY OF SURROUNDING BLM LANDS FOR LEASING AND/OR OPERATIONS

67	<u>T39S, R19W, SLB&M</u> Sec. 16: S½SW¼ Sec. 36: SW¼, S½SE¼	Washington 320.00 Acres
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POTASH LEASING UNITS

The lands listed below are available for lease under the potash lease category. These lands are hereby offered for potash lease by competitive filing with the State of Utah, School and Institutional Trust Lands Administration, at a **10-year term**, in accordance with the provisions of State law and the Rules Governing the Management and Use of Trust Lands in Utah. **The offering of these lands for lease of potash does not guarantee that there are deposits of potash on the lands.** The lands are hereby offered for lease by competitive filing at an initial royalty rate of 5% of the gross value of the leased substance. Annual rentals for the first five (5) lease years will be \$4.00 per acre. Commencing with the sixth (6th) lease year the annual rental will be increased by \$1.00 per acre each year succeeding the fifth (5th) lease year. **The minimum acceptable bid is \$10.00 per net acre and for each fractional part of an acre (fractional acres are rounded up to one full acre for each lease unit). The minimum bid shall apply to the first year annual lease rental. The filing period ends at 5:00 PM, Friday, January 27, 2012.** Each application must include all the lands in the leasing unit and must be on the Competitive Potash Lease Application, Form F (rev.6/08), or copies thereof, as attached to this lease offering. Each application should include the leasing unit number and be accompanied by **two** checks, one for the bonus bid for the leasing unit and one check in the amount of \$30.00 to cover the application fee. All application fees are forfeited to the Trust Lands Administration. The application must be submitted in a separate, sealed envelope marked: **“Sealed bid for competitive filing on Lease Unit No. _____, being offered for potash leasing. Bids to be opened at 10:00 AM, Monday, January 30, 2012, at the School and Institutional Trust Lands Administration office at 675 East 500 South, Suite 500, Salt Lake City, Utah 84102.”** No bid will be accepted unless it includes: 1) all the lands offered in a particular leasing unit, 2) the entire bonus bid, and 3) is submitted on the attached Potash Leasing Application, Form F (rev. 6/08). The bid checks of all unsuccessful applications will be returned to the applicant. **INTERACTIVE POTASH COMPETITIVE APPLICATION FORM F (rev. 6/08) IS NOW AVAILABLE ON OUR WEB SITE <http://trustlands@utah.gov/> . CLICK ON THE FORMS AND APPLICATIONS LINK AND SCROLL DOWN TO THE HARD ROCK AND INDUSTRIAL MATERIALS FORMS.**

POTASH LEASING UNITS

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
68	<u>T2N, R19W, SLB&M</u> Sec. 16: All	Tooele 640.00 Acres
69	<u>T3N, R18W, SLB&M</u> Sec. 16: All Sec. 32: All	Box Elder/Tooele 1,280.00 Acres

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<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
70	<u>T3N, R19W, SLB&M</u> Sec. 36: All	Tooele 640.00 Acres
71	<u>T4N, R17W, SLB&M</u> Sec. 32: All	Box Elder 640.00 Acres
72	<u>T4N, R18W, SLB&M</u> Sec. 2: Lots 1(53.48), 2(53.50), 3(53.50), 4(53.52), S½N½, S½ [All] Sec. 16: All Sec. 32: All Sec. 36: All	Box Elder 2,614.00 Acres
73	<u>T5N, R17W, SLB&M</u> Sec. 16: All Sec. 32: All	Box Elder 1,280.00 Acres
74	<u>T5N, R18W, SLB&M</u> Sec. 16: All Sec. 32: All Sec. 36: All	Box Elder 1,920.00 Acres

PHOSPHATE LEASING UNITS

The lands listed below are available for lease under the phosphate lease category. These lands are hereby offered for phosphate lease by competitive filing with the State of Utah, School and Institutional Trust Lands Administration, at a **10-year term**, in accordance with the provisions of State law and the Rules Governing the Management and Use of Trust Lands in Utah. **The offering of these lands for lease of phosphate does not guarantee that there are deposits of phosphate on the lands.** Each application must include all the lands in the leasing unit and must be on the Competitive Phosphate Lease Application, Form G (rev. 11/11), as attached to this competitive lease offering. **The filing period ends at 5:00 P.M., Friday, January 27, 2012.** Each application should include the leasing unit number and be accompanied by **two** checks, one for the bonus bid for the leasing unit and one check in the amount of \$30.00 to cover the application fee. All application fees are forfeited to the Trust Lands Administration. The minimum acceptable bid is \$4.00 per net acre and for each fractional part of an acre (fractional acres are rounded up to one full acre for each lease unit). The minimum bid shall apply to the first year annual lease rental of \$1.00 per acre and the first years annual advanced minimum royalty of \$3.00 per acre. The application must be submitted in a separate, sealed envelope marked: **“Sealed bid for competitive filing on Lease Unit No. _____ , being offered for phosphate leasing. Bids to be opened at 10.00 A.M., Monday, January 30, 2012, at the School and Institutional Trust Lands Administration office at 675 East 500 South, Suite 500, Salt Lake City, Utah 84102.”** No bid will be accepted unless it includes: 1) all the lands offered in a particular leasing unit, 2) the entire bonus bid, and 3) is submitted on the attached Phosphate Leasing Application, Form G (rev. 11/11). The bid checks of all unsuccessful applications will be returned to the applicant. **INTERACTIVE PHOSPHATE COMPETITIVE APPLICATION FORM G (rev. 11/11) IS NOW AVAILABLE ON OUR WEB SITE <http://trustlands.utah.gov/>. CLICK ON THE FORMS AND APPLICATIONS LINK AND SCROLL DOWN TO THE HARD ROCK & INDUSTRIAL MATERIALS FORMS.**

PHOSPHATE LEASE UNITS

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
75	<u>T24S, R9E, SLB&M</u> Sec. 36: All	Emery 640.00 Acres
76	<u>T24S, R10E, SLB&M</u> Sec. 32: All	Emery 640.00 Acres

GEMSTONE/FOSSIL LEASING UNITS

The gemstone/fossil leases on the lands listed below are available for leasing. These lands are hereby offered for gemstone/fossil lease by competitive filing with the State of Utah, School and Institutional Trust Lands Administration, in accordance with the provisions of State law and Rules Governing the Management and Use of Trust Lands in Utah. **The offering of these lands for lease of gemstone/fossil material does not guarantee that there are deposits of gemstone or leasable fossils on the selected parcel(s).** The gemstone/fossil lease carries a production royalty rate of three hundred dollars (\$300.00) per ton or ten percent (10%) of the gross market value of the leased substance mined or extracted from the leased premises, whichever is greater. As per the Administration rules the annual rental shall be \$500.00 or \$10.00 per acre whichever is greater. The lease agreement shall require an annual advanced minimum royalty payment of \$900.00 based on a minimum production of three (3) tons per year. Annual rental and annual advanced minimum royalty may be deducted from actual production royalties for the year in which they accrue. The primary term of the lease shall be ten (10) years. **The filing period ends at 5:00 P.M., Friday, January 27, 2012.** The applicant must be made on the Competitive Lease Offering Application, Gemstone Lease Application Form C-3 (rev. 6/08), or copies thereof as attached to this offering. **The minimum acceptable bid is \$500.00, or \$10.00 per acre, whichever is greater, for the first year rental, plus \$900.00, for the first year’s annual advanced minimum royalty.** The bid is applied to the first year rental payment and the first year annual advanced minimum royalty. The application must be submitted in a sealed envelope marked: **“Sealed bid for competitive filing on Leasing Unit, No. _____ being offered for gemstone leasing. Bids to be opened at 10:00 A.M., Monday, January 30, 2012, at the School and Institutional Trust Lands Administration’s office at 675 East 500 South, Suite 500, Salt Lake City, Utah 84102-2818.”** No bid will be accepted unless it includes: (1) all the lands offered in a particular lease unit, (2) the entire bonus bid, (3) the \$30.00 application fee, and (4) is submitted in the manner required on the Competitive Lease Offering Application, Gemstone Lease Application. The lease will be awarded to the applicant of the highest bid. Bid checks of all unsuccessful applicants will be returned to the applicant. **INTERACTIVE GEMSTONE COMPETITIVE APPLICATION FORM C-3 (rev. 6/08) IS NOW AVAILABLE ON OUR WEB SITE <http://trustlands@utah.gov/> . CLICK ON THE FORMS AND APPLICATIONS LINK AND SCROLL DOWN TO THE HARD ROCK AND INDUSTRIAL MATERIALS FORMS.**

GEMSTONE/FOSSIL LEASING UNITS

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
77	T40S, R7W, SLB&M Sec. 31: SW¼NE¼, NW¼SE¼	Kane 80.00 Acres

COMPETITIVE LEASE OFFERING
January 30, 2012

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Gemstone/Fossil

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
78	<u>T40S, R7W, SLB&M</u> Sec. 31: SE $\frac{1}{4}$ NW $\frac{1}{4}$, NE $\frac{1}{4}$ SW $\frac{1}{4}$	Kane 80.00 Acres

GEOHERMAL ENERGY LEASING UNITS

The lands listed below are available for lease under the geothermal energy lease category. These lands are hereby offered for geothermal energy lease by competitive filing with the State of Utah, School and Institutional Trust Lands Administration, in accordance with the provisions of State law and Rules Governing the Management and Use of Trust Lands in Utah. **The Trust Lands Administration does not guarantee that there is a geothermal energy resources on the selected parcels.** The geothermal energy lease carries an initial royalty rate of 2.25% of the gross proceeds from sale of electrical power for the first five years of the lease term and 3.5% thereafter. For direct sale or use of the geothermal resource the royalty rate is 10% of the gross proceeds or the value of the sale of use. Minimum annual rental, regardless of acreage shall be no less than \$500.00 or \$1.00 per acre, whichever is the greatest. The lease will also carry an advanced minimum royalty payment of \$5.00 per acre which will be an annual payment in addition to the annual rental payment. **The minimum acceptable bonus bid shall be no less than \$10.00 per acre. The minimum bonus bid will include the first year annual rental of \$1.00 per acre and the first year advanced annual minimum royalty of \$5.00 per acre.** Annual rental and advanced annual minimum royalty can be deducted from actual production royalties for the year in which they accrue. **The filing period ends at 5:00 P.M., Friday January 27, 2012.** Each applicant should include only one leasing unit per application which must be on the Competitive Lease Offering Application, Geothermal Steam Lease Form C-7 (rev. 6/09), or copies thereof, as attached to this offering. The application must be accompanied by **two** checks – one check for the bonus bid for the leasing unit and one check for the \$30.00 application fee. All application fees are forfeited to the Trust Lands Administration. Each application must be submitted in a separate, sealed envelope marked: **“Sealed bid for competitive filing on Leasing on Leasing Unit, No. _____ being offered for geothermal steam leasing. Bids to be opened at 10:00 A.M., Monday, January 30, 2012, at the School and Institutional Trust Lands Administration’s office at 675 East 500 South, Suite 500, Salt Lake City, Utah 84102-2818.”** No bid will be accepted unless it includes: (1) all the lands offered in a particular lease unit, (2) the entire bonus bid and \$30.00 application fee, and (3) is submitted in the manner required on Geothermal Steam application form. Bid checks of all unsuccessful applicants will be returned to the applicant. **INTERACTIVE GEOHERMAL ENERGY COMPETITIVE LEASE APPLICATION FORM C-7 (rev. 6/09) IS NOW AVAILABLE ON OUR WEB SITE <http://trustlands@utah.gov/>. CLICK ON THE FORMS AND APPLICATIONS LINK AND SCROLL DOWN TO THE HARD ROCK AND INDUSTRIAL MATERIALS FORMS.**

GEOHERMAL ENERGY LEASING UNITS

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
79	<u>T13S, R9W, SLB&M</u> Sec. 36: All	Juab 640.00 Acres

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
80	<u>T14S, R8W, SLB&M</u> Sec. 10: SE ¹ / ₄ NE ¹ / ₄ Sec. 11: SW ¹ / ₄ NW ¹ / ₄ , S ¹ / ₂ SW ¹ / ₄ , SW ¹ / ₄ SE ¹ / ₄ Sec. 14: NW ¹ / ₄ NE ¹ / ₄ , N ¹ / ₂ NW ¹ / ₄ , SW ¹ / ₄ NW ¹ / ₄ , NW ¹ / ₄ SW ¹ / ₄ , SE ¹ / ₄ SE ¹ / ₄ Sec. 15: NE ¹ / ₄ NE ¹ / ₄ , SE ¹ / ₄ NE ¹ / ₄ Sec. 16: All	Juab 1,160.00 Acres
81	<u>T14S, R8W, SLB&M</u> Sec. 32: All	Juab 640.00 Acres



675 East 500 South #500
 Salt Lake City, UT 84102-2818
 Telephone No. (801)538-5100
 Fax No. (801)355-0922
 Web site: trustlands.utah.gov

Date: _____

**COMPETITIVE LEASE OFFERING APPLICATION
 GEOTHERMAL ENERGY LEASE**

Applicant Name: _____

Address: _____

City: _____

State: _____ **Zip Code:** _____

Phone: _____

Applicant hereby applies for a mineral lease on the following described leasing unit as listed on the Lease Offering, situated in _____ County, State of Utah, for the purpose of mining the following mineral(s) therefrom:
GEOTHERMAL ENERGY.

OFFICE USE ONLY	
APPLICATION NO. _____	
SCH	_____
MH	_____
NS	_____
SM	_____
UNIV	_____
DEAF	_____
IB	_____
USH	_____
SYDC	_____
RES	_____
PB	_____
USU	_____
OTHER	_____
TOTAL	_____
Checked by: _____	

Leasing Unit No.*	Section(s)	Twn	Rng	Meridian	Acres
Total					

REQUIREMENTS AND CONDITIONS: 1) One leasing unit per application form; 2) Applicants are required to submit a check in the amount of \$30.00, as a nonrefundable application fee, AND a separate check in the amount of the bonus bid; 3) All application fees are forfeited to the School and Institutional Trust Lands Administration; 4)The Applicant offers a minimum bid of \$10.00 per acre and for each fractional part of an acre (fractional acres are rounded up to one full acre) which includes the first years annual rental of \$1,00 per acre and the first years advanced minimum royalty of \$5.00 per acre (fractional acres are rounded up to one full acre); Applicant does hereby bid and deposit with this application a sum of \$ _____ as first years rental, first years annual advanced minimum royalty and as a bonus amount to secure a lease for the above described lease unit; 6) Bonus bid checks will be returned to unsuccessful applicants.

The successful Applicant must accept a Geothermal Energy lease in the form currently offered by the School and Institutional Trust Lands Administration subject to the requirements of the laws of the State of Utah and the rules governing the management of the School and Institutional Trust Lands Administration. Failure of funds or failure to execute a lease within 30 days of receipt shall constitute a forfeiture of the bonus bid and termination of the lease agreement. If the applicant is a firm, association or corporation, the date such entity became qualified to do business in the State of Utah was _____.

 Applicant's Signature

By: _____
 ** (Attorney-in-fact) Signature

** Application filed by an attorney-in-fact in behalf of the applicant shall not be accepted unless there is sufficient evidence on file with the Trust Lands Administration that the applicant authorized the attorney-in-fact to apply for and execute the lease in his behalf.

This bid form cannot be used for bidding on either surface or oil, gas & hydrocarbon lands. For questions or information call (801) 538-5100.