July 31, 2008

OVER THE COUNTER LEASING
FOR OIL, GAS AND ASSOCIATED HYDROCARBONS

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 following parcels were not leased during the July 2008 Competitive Lease Offering and are available for over the counter leasing thru October 24, 2008, in accordance with R850-21-300 Lease Application Process under Rules Governing the Management and Use of Trust Lands in Utah. All unit parcels are a 5 year lease term at a 12-1/2% royalty rate. 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. Each application should include only one leasing unit per application and must be on Form B-4 (rev. 04-07), Over the Counter Oil, Gas and Associated Hydrocarbons Competitive Application. All parcels of lands are offered at a $2.00 per net acre or fractional part thereof with an additional $30.00 to cover the application fee. All acreage within the leasing unit will be leased in its entirety.

<table>
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<tr>
<th>LEASING UNIT NO.</th>
<th>DESCRIPTION</th>
<th>COUNTY/ACRES</th>
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| 1                | T8N, R3E, SLB&M | Weber
| Sec. 34: SW¼NE¼, SE¼NW¼, NE¼SW¼, NW¼SE¼ | 160.00 Acres |

*10 | T3S, R19E, SLB&M | Uintah
| Sec. 16: All | 640.00 Acres |

*Parcel has been leased as of 07/31/2008. Unit no longer available.
SCHOOL AND INSTITUTIONAL TRUST LANDS ADMINISTRATION
OVER THE COUNTER
OIL, GAS & ASSOCIATED HYDROCARBONS APPLICATION

Applicant Name:____________________________________________
Address:___________________________________________________
                                                                
                                                                 
                                                                 
City                                State                         Zip Code
Telephone No.        _____________________

Applicant hereby applies for a oil, gas and associated hydrocarbons lease
on the following described tract of land situated in ______________
County, State of Utah.

Total Acres _____________

REQUIREMENTS AND CONDITIONS: 1) One lease is limited to no more than 2,560 acres; 2) The Applicant
offers a minimum rental of $40.00 or $2.00 per acre, (fractional acres are rounded up to one full acre) whichever is
greater; 3) Applicant does hereby deposit with this application a sum of $________________ as advance first year
rental and a separate check for the $30.00 application fee to secure a lease for the above described oil, gas and
associated hydrocarbons.  4) If the applicant is a firm, association or corporation, the entity must be qualified to do
business in the State of Utah.

Upon approval the applicant must accept an oil, gas and associated hydrocarbons 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, including the rules of the Division of Oil, Gas and Mining and the rules governing the management of the
School and Institutional Trust Lands Administration both now in effect and as may hereinafter be adopted. Failure
of funds or failure to execute a lease within 30 days of receipt shall constitute a forfeiture of the first year rental and
termination of the lease agreement.

                                      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 form cannot be used for any competitive bid sale. (See SITLA Rule R850-3-300.) For questions or
information call (801) 538-5100. This form cannot be used for any Metaliferous Mineral or Surface
applications.

FORM  B-4 (rev. 4-07)