

July 1, 2010

**COMPETITIVE LEASE OFFERING
FOR OIL, GAS AND ASSOCIATED HYDROCARBONS
AND OTHER MINERAL COMMODITIES
(Bids to be opened July 26, 2010)**

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 6:00 P.M., Thursday, July 22, 2010.** 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, July 26, 2010, 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 7:00 am July 27, 2010, thru 6:00 pm October 21, 2010, 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 NOS. 1, 2, 3, 4, 5, 6, 7, & 8 ARE 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>T6S, R21E, SLB&M</u> Sec. 28: Lots 1(39.02), 2(28.48) [aka NE ¹ / ₄ NW ¹ / ₄ , Part of NW ¹ / ₄ NW ¹ / ₄]	Uintah 67.50 Acres
*2	<u>T6S, R21E, SLB&M</u> Sec. 29: Lot 4 [aka SW ¹ / ₄ NE ¹ / ₄]	Uintah 40.55 Acres
*3	<u>T12S, R24E, SLB&M</u> Sec. 2: Lots 1(40.04), 2(40.04), 3(40.04), 4(40.04), S ¹ / ₂ N ¹ / ₂ , S ¹ / ₂ [All]	Uintah 640.16 Acres
*4	<u>T12S, R24E, SLB&M</u> Sec. 16: All	Uintah 640.00 Acres
*5	<u>T12S, R24E, SLB&M</u> Sec. 32: All	Uintah 640.00 Acres
*6	<u>T12S, R24E, SLB&M</u> Sec. 36: All	Uintah 640.00 Acres
*7	<u>T13S, R21E, SLB&M</u> Sec. 2: Lots 1(40.60), 2(40.59), 3(40.59), 4(40.58), S ¹ / ₂ N ¹ / ₂ , S ¹ / ₂ [All]	Uintah 642.36 Acres
*8	<u>T13S, R21E, SLB&M</u> Sec. 16: E ¹ / ₂ E ¹ / ₂	Uintah 160.00 Acres

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Oil, Gas & Associated Hydrocarbons

LEASING UNIT NO. DESCRIPTION COUNTY/ACRES

LEASING UNIT NO. 9 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.

LEASING UNIT NOS. 9 & 10 ARE 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.

*9	<u>T13S, R21E, SLB&M</u> Sec. 36: All	Uintah 640.00 Acres
*10	<u>T13S, R24E, SLB&M</u> Sec. 2: Lots 1(14.65), 2(14.35), 3(14.05), 4(13.75), 5(40.00), 6(40.00), 7(40.00), 8(40.00), S½N½, S½ [All]	Uintah 696.80 Acres

LEASING UNIT NO. 11 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.

LEASING UNIT NO. 11 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.

*11	<u>T14S, R21E, SLB&M</u> Sec. 2: Lots 1(40.18), 2(40.30), 3(40.42), 4(40.54), S½N½, S½ [All]	Uintah 641.44 Acres
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LEASING UNIT NO. DESCRIPTION COUNTY/ACRES

LEASING UNIT NO. 12 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.

LEASING UNIT NOS. 12, 13, 14, 15, & 16 ARE 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.

*12	<u>T14S, R22E, SLB&M</u> Sec. 32: All	Uintah 640.00 Acres
*13	<u>T14S, R23E, SLB&M</u> Sec. 2: Lots 1(39.24), 2(39.08), 3(38.92), 4(38.76), S½N½, S½ [All]	Uintah 636.00 Acres
*14	<u>T14S, R23E, SLB&M</u> Sec. 16: All	Uintah 640.00 Acres
15	<u>T16S, R23E, SLB&M</u> Sec. 1: SW¼NW¼ Sec. 15: SW¼SW¼	Grand 80.00 Acres
16	<u>T16S, R24E, SLB&M</u> Sec. 5: Lots 1(41.25), 2(40.38), 3(40.69), 4(40.29), 5(40.16), SW¼NW¼, W½SW¼ [Lots aka N½NW¼, SE¼NW¼, E½SW¼] Sec. 6: Lots 2(40.30), 3(40.17), 4(33.14), 5(33.33), 6(33.55), 7(33.79), S½NE¼, SE¼NW¼, E½SW¼, SE¼ [Lots aka NW¼NE¼, NE¼NW¼, W½W½]	Grand 897.05 Acres

LEASING UNIT NO. DESCRIPTION COUNTY/ACRES

LEASING UNIT NOS. 17 & 18 ARE 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.

17	<u>T16S, R24E, SLB&M</u> Sec. 7: Lots 1(34.02), 2(34.24), NE $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$ [Lots aka W $\frac{1}{2}$ NW $\frac{1}{4}$] Sec. 8: Lots 1(22.63), 2(22.79), S $\frac{1}{2}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$ [Lots aka S $\frac{1}{2}$ N $\frac{1}{2}$ NE $\frac{1}{4}$]	Grand 593.68 Acres
18	<u>T17S, R21E, SLB&M</u> Sec. 1: Lots 1(28.00), 2(28.06), 3(28.10), 4(28.16), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ [All]	Grand 592.32 Acres
19	<u>T38S, R21E, SLB&M</u> Sec. 16: All	San Juan 640.00 Acres
20	<u>T38S, R21E, SLB&M</u> Sec. 32: All	San Juan 640.00 Acres
21	<u>T38S, R22E, SLB&M</u> Sec. 32: All	San Juan 640.00 Acres
22	<u>T39S, R21E, SLB&M</u> Sec. 16: All	San Juan 640.00 Acres
23	<u>T39S, R21E, SLB&M</u> Sec. 32: All	San Juan 640.00 Acres
24	<u>T40S, R21E, SLB&M</u> Sec. 2: Lots 1(39.99), 2(39.96), 3(39.94), 4(39.91), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ [All]	San Juan 639.80 Acres
25	<u>T40S, R21E, SLB&M</u> Sec. 11: W $\frac{1}{2}$ NE $\frac{1}{4}$, W $\frac{1}{2}$, E $\frac{1}{2}$ SE $\frac{1}{4}$	San Juan 480.00 Acres
26	<u>T2N, R13E, SLB&M</u> Sec. 9: E $\frac{1}{2}$ SW $\frac{1}{4}$	Summit 80.00 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 6:00 P.M., Thursday, July 22, 2010.** 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, July 26, 2010, 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>
27	T17S, R26E, SLB&M Sec. 32: All	Grand 640.00 Acres

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Metalliferous Minerals

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
28	<u>T20S, R14E, SLB&M</u> Sec. 2: Lots 1(40.59), 2(40.68), 3(40.78), 4(40.87), S½N½, S½ [All]	Emery 642.92 Acres
29	<u>T20S, R14E, SLB&M</u> Sec. 36: All	Emery 640.00 Acres
30	<u>T23S, R10E, SLB&M</u> Sec. 2: Lots 1(39.78), 2(39.76), 3(39.76), 4(39.74), S½N½, S½ [All]	Emery 639.04 Acres
31	<u>T24S, R20E, SLB&M</u> Sec. 32: All	Grand 640.00 Acres
32	<u>T29S, R24E, SLB&M</u> Sec. 36: Lots 1(39.95), 2(39.60), 3(39.56), 4(39.85), W½E½, W½ [All]	San Juan 638.96 Acres
33	<u>T29S, R25E, SLB&M</u> Sec. 36: All	San Juan 640.00 Acres
34	<u>T29.5S, R24E, SLB&M</u> Sec. 36: N½NE¼	San Juan 80.00 Acres
35	<u>T31S, R12E, SLB&M</u> Sec. 32: All [Less 27.54 acres ROW 1121-D Metes & Bounds]	Garfield 612.46 Acres
36	<u>T38S, R14E, SLB&M</u> Sec. 36: All	San Juan 640.00 Acres
37	<u>T38S, R15E, SLB&M</u> Sec. 32: All	San Juan 640.00 Acres
38	<u>T38S, R24E, SLB&M</u> Sec. 2: Lots 1(41.44), 2(41.42), 3(41.42), 4(41.40), S½N½, S½ [All]	San Juan 645.68 Acres
39	<u>T39S, R14E, SLB&M</u> Sec. 2: Lots 1(39.93), 2(39.93), SE¼NE¼, SW¼, NW¼SE¼, S½SE¼ [Lots aka N½NE¼]	San Juan 399.86 Acres

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Metalliferous Minerals

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
40	<u>T15S, R11W, SLB&M</u> Sec. 2: Lots 1(44.27), 2(44.21), 3(43.91), 4(42.42), 5(32.96), 6(20.83), S $\frac{1}{2}$ N $\frac{1}{2}$, SW $\frac{1}{4}$, W $\frac{1}{2}$ SE $\frac{1}{4}$ [All, Except Mining Claims]	Millard 628.60 Acres
41	<u>T26S, R12W, SLB&M</u> Sec. 16: All	Beaver 640.00 Acres
42	<u>T26S, R13W, SLB&M</u> Sec. 32: Lot 1(33.19), NW $\frac{1}{4}$ NE $\frac{1}{4}$, S $\frac{1}{2}$ NE $\frac{1}{4}$, W $\frac{1}{2}$, SE $\frac{1}{4}$ [All, Except Mining Claim]	Beaver 633.19 Acres
43	<u>T28S, R12W, SLB&M</u> Sec. 16: All	Beaver 640.00 Acres
44	<u>T28S, R12W, SLB&M</u> Sec. 32: All	Beaver 640.00 Acres
45	<u>T28S, R13W, SLB&M</u> Sec. 2: Lots 1(24.07), 2(23.28), 3(22.40), 4(21.51), 5(40.00), 6(40.00), 7(40.00), 8(40.00), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ [All]	Beaver 731.26 Acres
46	<u>T28S, R13W, SLB&M</u> Sec. 32: N $\frac{1}{2}$, W $\frac{1}{2}$ SW $\frac{1}{4}$	Beaver 400.00 Acres
47	<u>T28S, R13W, SLB&M</u> Sec. 36: All	Beaver 640.00 Acres
48	<u>T29S, R10W, SLB&M</u> Sec. 2: Lots 1(49.92), 2(49.95), 3(49.99), 4(50.02), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ [All]	Beaver 679.88 Acres
49	<u>T29S, R12W, SLB&M</u> Sec. 2: Lots 1(47.73), 2(47.66), 3(47.60), 4(47.53), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ [All]	Beaver 670.52 Acres
50	<u>T29S, R13W, SLB&M</u> Sec. 2: Lots 1(48.70), 2(48.65), 3(48.61), 4(48.56), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ [All]	Beaver 674.52 Acres

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Metalliferous Minerals

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
51	<u>T29S, R13W, SLB&M</u> Sec. 16: All	Beaver 640.00 Acres
52	<u>T29S, R14W, SLB&M</u> Sec. 32: All	Beaver 640.00 Acres
53	<u>T30S, R14W, SLB&M</u> Sec. 2: Lots 1(48.17), 2(48.01), 3(47.87), 4(47.71), S½N½, S½ [All]	Beaver 671.76 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 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 6:00 P.M., Thursday July 22, 2010.** 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, July 26, 2010, 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 EMERGY LEASING UNITS

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
54	<u>T22S, R5W, SLB&M</u> Sec. 18: Lots 1(40.15), 2(40.25), SE ¹ / ₄ NW ¹ / ₄ , NE ¹ / ₄ SW ¹ / ₄ [Lots aka W ¹ / ₂ NW ¹ / ₄]	Millard 160.40 Acres

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Geothermal Energy

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
55	<u>T22S, R6W, SLB&M</u> Sec. 22: SE $\frac{1}{4}$ NE $\frac{1}{4}$ Sec. 23: Lot 11(42.23), SW $\frac{1}{4}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$ SE $\frac{1}{4}$ [Lot aka NE $\frac{1}{4}$ NW $\frac{1}{4}$] Sec. 32: N $\frac{1}{2}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 34: NE $\frac{1}{4}$ NW $\frac{1}{4}$ Sec. 35: Lots 3(6.60), 6(33.40), E $\frac{1}{2}$ E $\frac{1}{2}$, E $\frac{1}{2}$ NW $\frac{1}{4}$, NE $\frac{1}{4}$ SW $\frac{1}{4}$ [Lots aka NW $\frac{1}{4}$ SW $\frac{1}{4}$] Sec. 36: E $\frac{1}{2}$ SW $\frac{1}{4}$, W $\frac{1}{2}$ SE $\frac{1}{4}$	Millard 842.23 Acres
56	<u>T23S, R6W, SLB&M</u> Sec. 2: Lots 4(8.60), 5(31.40), 9(41.58), 10(41.43), 11(41.28) [aka N $\frac{1}{2}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$] Sec. 3: NW $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 4: SE $\frac{1}{4}$ SW $\frac{1}{4}$	Millard 244.29 Acres
57	<u>T23S, R8W, SLB&M</u> Sec. 23: E $\frac{1}{2}$ NW $\frac{1}{4}$	Millard 80.00 Acres

BITUMINOUS SANDS – ASPHALTIC SANDS LEASING UNITS

The lands listed below are available for lease under the bituminous sands – asphaltic sands (“tar sands”) lease category. As defined by administrative rule, R-850-22-200, the term “bituminous – asphaltic sands” means rock or sand impregnated with asphalt or heavy oil and is synonymous with the term “tar sands”. This lease category does not cover any substances, either combustible or non-combustible, which are produced in a gaseous or rarefied state at ordinary temperature and pressure conditions other than gas which results from artificial introduction of heat. Nor does this category embrace any liquid hydrocarbon substance which occurs naturally in a liquid form in the earth regardless of depth, including drip gasoline or other natural condensate recovered from gas. The bituminous – asphaltic sands category does not include coal, oil shale, or gilsonite. **The Trust Lands Administration does not guarantee that there are deposits of bituminous – asphaltic sands on the selected lands.** The offered land have been designated a multiple mineral development (MMD) area and will be managed under Agency rule R850-22-1000. The lands are hereby offered for lease by competitive filing at an initial royalty rate of 8% of the gross value of each marketable product. Minimum annual rental, regardless of acreage shall be no less than \$500.00 or \$1.00 per acre, which ever is the greatest. The lease will also carry an advanced minimum royalty payment of \$10.00 per acres which will be an annual payment in addition to the annual rental payment. **The minimum acceptable bonus bid shall be no less than \$11.00 per acre. The minimum bonus bid will be applied to the first year annual rental of \$1.00 per acre and the first year advanced annual minimum royalty of \$10.00 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 6:00 P.M., Thursday, July 22, 2010.** Each applicant should include only one leasing unit per application which must be on the Competitive Lease Offering Application, Bituminous – Asphaltic Sands Lease Form D-3 (rev. 6/08), 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 bituminous-asphaltic sands leasing. Bids to be opened at 10:00 A.M., Monday, July 26, 2010, 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 Bituminous – Asphaltic Sands application form. Bid checks of all unsuccessful applicants will be returned to the applicant. **INTERACTIVE BITUMINOUS- ASPHALTIC SANDS APPLICATION FORM D-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.**

COMPETITIVE LEASE OFFERING

July 26, 2010

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Bituminous Sands – Asphaltic Sands

LEASING UNIT NO. DESCRIPTION COUNTY/ACRES

LEASING UNIT NO. 58 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.**

58	<u>T5S, R20E, SLB&M</u> Sec. 2: S½ Sec. 3: Lots 1(36.08), 2(36.02), S½NE¼, SE¼ [Lots aka N½NE¼] Sec. 11: All Sec. 12: W½	Uintah 1,592.10 Acres
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LEASING UNIT NOS. 59, 60, 61, & 62 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.

59	<u>T29S, R15E, SLB&M</u> Sec. 36: All	Wayne 640.00 Acres
60	<u>T29S, R16E, SLB&M</u> Sec. 32: All	Wayne 640.00 Acres

LEASING UNIT NOS. 61 & 62 ARE 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.**

61	<u>T30S, R15E, SLB&M</u> Sec. 2: Lots 1(39.94), 2(39.93), 3(39.93), 4(39.92), S½N½, S½ [All]	Wayne 639.72 Acres
62	<u>T30S, R15E, SLB&M</u> Sec. 16: All	Wayne 640.00 Acres

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, 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 6:00 PM, Thursday, July 22, 2010.** 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, July 26, 2010, 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 COMPETITIVE POTASH 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 LEASE UNITS

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
63	T22S, R18E, SLB&M Sec. 4: Lot 8(26.63) [aka Part of SW¼SE¼] Sec. 9: Lot 1(17.50) [aka Part of N½NW¼NE¼] Sec. 16: All Sec. 32: All Sec. 36: All	Grand 1,964.13 Acres

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<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
64	<u>T22S, R19E, SLB&M</u> Sec. 32: All	Grand 640.00 Acres
65	<u>T23S, R18E, SLB&M</u> Sec. 2: Lots 1(46.04), 2(46.14), 3(46.22), 4(46.32), S½N½, S½ [All] Sec. 16: All	Grand 1,304.72 Acres
66	<u>T23S, R19E, SLB&M</u> Sec. 16: N½, E½SW¼, E½SE¼	Grand 480.00 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
 METALLIFEROUS MINERALS APPLICATION**

Applicant Name: _____

Address: _____

City: _____

State: _____ **Zip Code:** _____

Phone: _____

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

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: Metalliferous Minerals.

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 \$500.00 per lease unit, regardless of acreage, or \$1.00 per acre, (fractional acres are rounded up to one full acre) whichever is greater; 5) Applicant does hereby bid and deposit with this application a sum of _____ as first years rental 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 metalliferous minerals 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.

