

October 4, 2007

**COMPETITIVE LEASE OFFERING
FOR OIL, GAS AND ASSOCIATED HYDROCARBONS
AND OTHER MINERAL COMMODITIES
(Bids to be opened October 29, 2007)**

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 **12-1/2% 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, October 26, 2007**. Each application should include only one leasing unit per application and must be on Form B (rev 4/07), Oil, Gas and Associated Hydrocarbons Competitive Lease Offering Application, or copies thereof. Form B (rev 4/07) 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, October 29, 2007, 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 4/07). 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 October 30, 2007, thru 5:00 pm January 25, 2008, in accordance with Rules Governing the Management and Use of Trust Lands in Utah.

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. UNIT IS CURRENTLY UNDER BITUMINOUS SANDS – ASPHALTIC SANDS.

1	<u>T5S, R20E, SLB&M</u> Sec. 2: S½	Uintah 320.00 Acres
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LEASING UNIT NO. 2 IS OFFERED AT 16 2/3% ROYALTY RATE

*2	<u>T7S, R24E, SLB&M</u> Sec. 2: Lots 1(20.88), 2(21.02), 3(21.18), 4(21.32), 5(40.00), 6(40.00), 7(40.00), 8(40.00), 9(40.00), 10(40.00), 11(40.00), 12(40.00), S½N½, S½ (All)	Uintah 884.40 Acres
3	<u>T19S, R2E, SLB&M</u> Sec. 17: S½SW¼, W½SE¼	Sanpete 160.00 Acres
4	<u>T21S, R23E, SLB&M</u> Sec. 16: W½NE¼, SE¼NE¼, W½, SE¼	Grand 600.00 Acres
5	<u>T22S, R3E, SLB&M</u> Sec. 5: N½SW¼, SE¼ Sec. 6: S½NE¼ Sec. 16: Lots 3(40.78), 4(40.77), SE¼NE¼, W½SW¼ Sec. 29: NE¼, SW¼ Sec. 30: SE¼ Sec. 31: NE¼ Sec. 36: NW¼NE¼, SW¼SE¼	Sevier 1241.55 Acres
6	<u>T23S, R5E, SLB&M</u> Sec. 32: NE¼, S½SW¼, NE¼SE¼	Sevier 280.00 Acres
7	<u>T26S, R1E, SLB&M</u> Sec. 16: W½ Sec. 32: N½NE¼	Sevier 400.00 Acres
8	<u>T27S, R1E, SLB&M</u> Sec. 2: Lots 1(37.35), 2(37.29), 3(37.34), 4(37.35), S½N½, S½ (All)	Piute/Wayne 629.33 Acres

COMPETITIVE LEASE OFFERING

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Oil, Gas & Associated Hydrocarbons

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
9	<u>T27S, R1E, SLB&M</u> Sec. 16: All	Piute/Wayne 640.00 Acres
10	<u>T27S, R2E, SLB&M</u> Sec. 2: Lots 1(37.99), 2(38.36), 3(38.74), 4(39.11), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ (All)	Wayne 634.20 Acres
11	<u>T27S, R2E, SLB&M</u> Sec. 16: All	Wayne 640.00 Acres
12	<u>T27S, R2E, SLB&M</u> Sec. 32: All	Wayne 640.00 Acres
13	<u>T27S, R2E, SLB&M</u> Sec. 36: W $\frac{1}{2}$ NE $\frac{1}{4}$, W $\frac{1}{2}$	Wayne 400.00 Acres
14	<u>T27S, R3E, SLB&M</u> Sec. 2: Lots 1(40.10), 2(40.30), 3(40.50), 4(40.70), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ (All) Sec. 16: SE $\frac{1}{4}$ NE $\frac{1}{4}$, S $\frac{1}{2}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$	Wayne 921.60 Acres
15	<u>T27S, R3E, SLB&M</u> Sec. 30: S $\frac{1}{2}$ SE $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 31: W $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$, NE $\frac{1}{4}$ SE $\frac{1}{4}$, M&B [Part NE $\frac{1}{4}$ NW $\frac{1}{4}$] (10.00) Sec. 32: N $\frac{1}{2}$, N $\frac{1}{2}$ SE $\frac{1}{4}$	Wayne 590.00 Acres
16	<u>T28S, R2E, SLB&M</u> Sec. 2: Lots 2(40.44), 3(40.34), 4(40.25), SW $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 11: SE $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 12: S $\frac{1}{2}$ SW $\frac{1}{4}$, NE $\frac{1}{4}$ SE $\frac{1}{4}$, S $\frac{1}{2}$ SE $\frac{1}{4}$, M&B [Part NW $\frac{1}{4}$ SE $\frac{1}{4}$] (25.00) Sec. 13: N $\frac{1}{2}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$, N $\frac{1}{2}$ S $\frac{1}{2}$ Sec. 14: Lots 1(36.98), 6(39.48)	Wayne 982.49 Acres
17	<u>T28S, R2E, SLB&M</u> Sec. 16: All	Wayne 640.00 Acres

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
18	<u>T28S, R2E, SLB&M</u> Sec. 32: All	Wayne 640.00 Acres
19	<u>T28S, R2E, SLB&M</u> Sec. 36: All	Wayne 640.00 Acres
20	<u>T28S, R3E, SLB&M</u> Sec. 16: E $\frac{1}{2}$ SE $\frac{1}{4}$ SW $\frac{1}{4}$, S $\frac{1}{2}$ SE $\frac{1}{4}$ Sec. 18: Lots 3(37.20), 4(37.44) Sec. 26: NE $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 36: E $\frac{1}{2}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$	Wayne 654.64 Acres
21	<u>T28S, R3E, SLB&M</u> Sec. 32: All	Wayne 640.00 Acres
22	<u>T28S, R22E, SLB&M</u> Sec. 2: Lots 1(51.82), 2(51.70), 3(51.58), 4(51.46), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ (All)	San Juan 686.56 Acres
23	<u>T28S, R23E, SLB&M</u> Sec. 16: All	San Juan 640.00 Acres
24	<u>T28S, R23E, SLB&M</u> Sec. 32: Lots 1(39.90), 2(39.94), 3(39.98), 4(40.02), N $\frac{1}{2}$, N $\frac{1}{2}$ S $\frac{1}{2}$ (All)	San Juan 639.84 Acres
25	<u>T29S, R2E, SLB&M</u> Sec. 2: Lots 1(48.05), 2(48.08), 3(48.10), 4(48.13), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ (All)	Wayne 672.36 Acres
26	<u>T29S, R2E, SLB&M</u> Sec. 16: All	Wayne 640.00 Acres
27	<u>T29S, R2E, SLB&M</u> Sec. 32: All	Wayne 640.00 Acres
28	<u>T29S, R2E, SLB&M</u> Sec. 36: All	Wayne 640.00 Acres

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
29	<u>T29S, R3E, SLB&M</u> Sec. 1: Lot 1(40.02), SE $\frac{1}{4}$ NE $\frac{1}{4}$ Sec. 16: Lots 1(39.90), 2(39.84), 3(39.80), 4(39.74), W $\frac{1}{2}$ E $\frac{1}{2}$, W $\frac{1}{2}$ (All)	Wayne 719.30 Acres
30	<u>T29S, R3E, SLB&M</u> Sec. 32: All	Wayne 640.00 Acres
31	<u>T29S, R21E, SLB&M</u> Sec. 2: Lots 1(40.31), 2(40.34), 3(40.36), 4(40.39), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ (All)	San Juan 641.40 Acres
32	<u>T29S, R22E, SLB&M</u> Sec. 16: All	San Juan 640.00 Acres
33	<u>T29S, R22E, SLB&M</u> Sec. 24: SW $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 36: All	San Juan 680.00 Acres
34	<u>T29S, R23E, SLB&M</u> Sec. 4: Lots 5(2.55), 6(2.55), 7(2.55), 8(2.55), 9(2.50), 10(2.50), 11(2.50), 12(2.50), 13(2.50), 14(2.50), 15(2.50), 16(2.50), 17(2.50), 18(2.50), 19(2.50), 20(2.50), 21(2.50), 22(2.50), 23(3.125), 24(3.125), 25(2.50), 26(2.50), 27(3.75), 28(2.50), 29(1.875), 30(4.375), 31(1.25), 32(2.50), 33(2.50), 34(2.50), 35(1.25), 37(3.75), 38(2.50), 39(2.50), 40(2.50), 41(2.50), 42(2.50), 43(2.50), 44(2.50), 45(2.50), 46(2.50), S $\frac{1}{2}$ N $\frac{1}{2}$ SW $\frac{1}{4}$, S $\frac{1}{2}$ SW $\frac{1}{4}$ Sec. 5: Lots 1(40.20), 2(40.18), 3(40.18), 4(40.16), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ (All) Sec. 6: Lots 1(40.14), 2(40.10), S $\frac{1}{2}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$ Sec. 8: N $\frac{1}{2}$, NW $\frac{1}{4}$ SE $\frac{1}{4}$	San Juan 1466.16 Acres
35	<u>T29S, R23E, SLB&M</u> Sec. 32: N $\frac{1}{2}$	San Juan 320.00 Acres

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
36	<u>T29.5S, R22E, SLB&M</u> Sec. 36: Lots 1(40.68), 2(40.79), 3(40.91), 4(41.02), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ (All)	San Juan 643.40 Acres
37	<u>T30S, R2E, SLB&M</u> Sec. 2: Lots 1(27.93), 2(27.70), 3(27.48), 4(27.25), S $\frac{1}{2}$ N $\frac{1}{2}$, NE $\frac{1}{4}$ SW $\frac{1}{4}$, W $\frac{1}{2}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$	Wayne 550.36 Acres
38	<u>T30S, R2E, SLB&M</u> Sec. 16: N $\frac{1}{2}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$, NW $\frac{1}{4}$ SE $\frac{1}{4}$	Wayne 160.00 Acres
39	<u>T30S, R2E, SLB&M</u> Sec. 32: All	Wayne 640.00 Acres
40	<u>T30S, R24E, SLB&M</u> Sec. 36: All	San Juan 640.00 Acres
41	<u>T31S, R24E, SLB&M</u> Sec. 2: Lots 1(44.26), 2(44.12), 3(44.00), 4(43.86), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ (All)	San Juan 656.24 Acres
42	<u>T31S, R24E, SLB&M</u> Sec. 16: All	San Juan 640.00 Acres
43	<u>T31S, R25E, SLB&M</u> Sec. 16: All	San Juan 640.00 Acres
44	<u>T3N, R15E, SLB&M</u> Sec. 13: Lots 1(16.34), 2(16.00), 3(15.66), 4(15.31), N $\frac{1}{2}$ SE $\frac{1}{4}$ Sec. 36: All	Summit 783.31 Acres
45	<u>T3N, R17E, SLB&M</u> Sec. 15: NE $\frac{1}{4}$ SW $\frac{1}{4}$, W $\frac{1}{2}$ SW $\frac{1}{4}$ Sec. 16: Lots 1(37.86), 2(37.98), 3(38.10), 4(38.22), S $\frac{1}{2}$ (All) Sec. 22: NW $\frac{1}{4}$ NW $\frac{1}{4}$	Daggett/Summit 632.16 Acres

COMPETITIVE LEASE OFFERING

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<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
46	<u>T3N, R17E, SLB&M</u> Sec. 17: Lots 1(38.39), 2(38.59), 3(38.81), 4(39.01), S $\frac{1}{2}$ (All) Sec. 20: N $\frac{1}{2}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ SW $\frac{1}{4}$	Summit 634.80 Acres
47	<u>T3N, R17E, SLB&M</u> Sec. 18: Lots 1(39.10), 2(39.08), 3(39.05), 4(36.78), 5(37.45), 6(37.17), E $\frac{1}{2}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ (All) Sec. 19: Lots 1(37.07), 2(37.14), 3(37.20), 4(37.27), N $\frac{1}{2}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ W $\frac{1}{2}$, SE $\frac{1}{4}$ SE $\frac{1}{4}$	Summit 937.31 Acres
48	<u>T3N, R17E, SLB&M</u> Sec. 25: SE $\frac{1}{4}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$ Sec. 35: W $\frac{1}{2}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 36: All	Daggett 920.00 Acres
49	<u>T3N, R18E, SLB&M</u> Sec. 30: Lots 2(37.99), 3(38.11), 4(38.24), W $\frac{1}{2}$ E $\frac{1}{2}$, E $\frac{1}{2}$ W $\frac{1}{2}$	Daggett 434.34 Acres
50	<u>T3N, R18E, SLB&M</u> Sec. 31: SW $\frac{1}{4}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$	Daggett 200.00 Acres
51	<u>T3N, R19E, SLB&M</u> Sec. 13: Lots 2(29.28), 3(29.60), 4(29.92), N $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$, E $\frac{1}{2}$ NE $\frac{1}{4}$ NE $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 24: W $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$, W $\frac{1}{2}$, SE $\frac{1}{4}$ Sec. 25: N $\frac{1}{2}$, N $\frac{1}{2}$ S $\frac{1}{2}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 36: N $\frac{1}{2}$ NE $\frac{1}{4}$	Daggett 1453.80 Acres
52	<u>T3N, R19E, SLB&M</u> Sec. 26: E $\frac{1}{2}$ NE $\frac{1}{4}$, W $\frac{1}{2}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$, SE $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 34: NW $\frac{1}{4}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 35: SW $\frac{1}{4}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$, N $\frac{1}{2}$ SW $\frac{1}{4}$, NW $\frac{1}{4}$ SE $\frac{1}{4}$, S $\frac{1}{2}$ SE $\frac{1}{4}$	Daggett 920.00 Acres

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
53	<u>T3N, R20E, SLB&M</u> Sec. 18: Lot 3(28.11) Sec. 19: Lots 2(37.36), 3(37.28), 4(37.20), E $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ Sec. 30: Lot 2(37.37), NW $\frac{1}{4}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ SE $\frac{1}{4}$	Daggett 677.32 Acres
54	<u>T3N, R20E, SLB&M</u> Sec. 20: Lots 2(31.98), 3(32.05), 4(32.14), W $\frac{1}{2}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 29: Lots 2(35.16), 3(37.14), 4(39.18), SW $\frac{1}{4}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$, W $\frac{1}{2}$ SE $\frac{1}{4}$	Daggett 647.65 Acres
55	<u>T3N, R20E, SLB&M</u> Sec. 21: S $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 27: Lots 1(43.02), 2(43.04), 3(43.08), 4(43.10), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ (All) Sec. 28: Lots 2(37.13), 3(43.24), 4(43.47), 5(35.75), S $\frac{1}{2}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$, NE $\frac{1}{4}$ SE $\frac{1}{4}$, S $\frac{1}{2}$ SE $\frac{1}{4}$	Daggett 1211.83 Acres
56	<u>T3N, R20E, SLB&M</u> Sec. 33: Lots 1(33.00), 2(33.07), 3(33.15), 4(33.22), E $\frac{1}{2}$, E $\frac{1}{2}$ W $\frac{1}{2}$ (All)	Daggett 612.44 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 lease will be issued for bituminous sands and asphaltic sands from five zones of oil-impregnated sandstone which have been informally named “A”, “B”, “C”, “D”, and “E” from the stratigraphically lowest to highest (Cashion 1967). Zones A to D lie within the upper part of the Douglas Creek Member, while Zone E lies in the lower part of the Parachute Creek Member of the Green River Formation. The Trust Lands Administration does not guarantee that there are deposits of bituminous – asphaltic sands on the selected lands.** The offered lands 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 include 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 5:00 P.M., Friday, October 26, 2007.** 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 (rev. 10-01-07), 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 Unit No. 57 being offered for bituminous-asphaltic sands leasing. Bids to be opened at 10:00 A.M., Monday, October 29, 2007, 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 D (rev. 10-01-07). Bid checks of all unsuccessful applicants will be returned to the applicant. **Leasing unit receiving no bids and marked with an * will not be available for over the counter leasing.**

BITUMINOUS SANDS – ASPHALTIC SANDS LEASING UNITS

Cashion, W.B., 1967, Geology and fuel resources of the Green River Formation, southeastern Uinta basin, Utah and Colorado: U.S. Geological Survey Professional Paper 548, 48p.

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
*57	<u>T15S, R23E, SLB&M</u> Sec. 16: NE $\frac{1}{4}$, NE $\frac{1}{4}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ Sec. 21: All Sec. 22: SW $\frac{1}{4}$ Sec. 27: SW $\frac{1}{4}$ NW $\frac{1}{4}$	Uintah 1,440.00 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, 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, October 26, 2007.** 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. 11-05), 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., October 29, 2007, 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. 11-05). Bid checks of all unsuccessful applicants will be returned to the applicant.

METALLIFEROUS MINERALS LEASING UNITS

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
58	<u>T32S, R26E, SLB&M</u> Sec. 16: SE¼	San Juan 160.00 Acres
59	<u>T32S, R26E, SLB&M</u> Sec. 32: All	San Juan 640.00 Acres
60	<u>T36S, R25E, SLB&M</u> Sec. 16: W½NE¼, E½W½, SE¼ Sec. 36: W½NW¼, NW¼SW¼	San Juan 520.00 Acres

COMPETITIVE LEASE OFFERING

October 29, 2007

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Metalliferous Minerals

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
61	<u>T7S, R17W, SLB&M</u> Sec. 36: All	Tooele 640.00 Acres
62	<u>T18S, R11W, SLB&M</u> Sec. 32: Lots 1(50.42), 2(49.96), 3(49.48), 4(49.02), N $\frac{1}{2}$, N $\frac{1}{2}$ S $\frac{1}{2}$ (All)	Millard 678.88 Acres
63	<u>T18S, R12W, SLB&M</u> Sec. 32: All	Millard 640.00 Acres
64	<u>T19S, R11W, SLB&M</u> Sec. 16: All	Millard 640.00 Acres
65	<u>T19S, R12W, SLB&M</u> Sec. 2: Lots 1(40.79), 2(40.73), 3(40.67), 4(40.61), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ (All)	Millard 642.80 Acres
66	<u>T30S, T15W, SLB&M</u> Sec. 32: All	Beaver 640.00 Acres
67	<u>T31S, R16W, SLB&M</u> Sec. 16: All	Iron 640.00 Acres
68	<u>T31S, R16W, SLB&M</u> Sec. 36: All	Iron 640.00 Acres
69	<u>T7N, R19W, SLB&M</u> Sec. 36: All	Box Elder 640.00 Acres

NON-CLASSIFIED MINERAL LEASING UINTS

The mineral lease to be issued upon this tract shall include all of the mineral commodities listed under the mineral classifications of Volcanic Materials, Clay, and Metalliferous Minerals, as contained in Rule R850-25-100. The offered lands have been designated a multiple mineral development (MMD) area and will be managed under Agency rule R850-22-1000. This multi-commodities lease shall require a **minimum bid of no less than \$1,500.00**, including the first year rentals and minimum royalties. Thereafter the lease shall require annual minimum royalty of \$1,000.00 in addition to annual rental of \$500.00, payable in advance on or before each anniversary date of the lease. The lease shall have a primary term of ten years, with possibility of extension conditioned upon readjustment by the Director. The lease shall contain a production royalty rate of 10% Gross Value, but not less than \$1.00 per ton. Lessee must comply with all Rules of the Division of Oil, Gas and Mining, Rules of the Trust Lands Administration and local zoning and licensing requirements with respect to mineral operations upon the leased lands. A reclamation bond may be required prior to the commencement of operations. The application is to be submitted on the Competitive Offering Application, Non-Classified Minerals or Materials Application Form E (rev. 07-06), 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 Land Administration. Each application must be submitted in a separate, sealed envelope marked: **“Sealed bid for competitive filing on Leasing Uint No 70, being offered for Non-Classified Minerals leasing. Bids to be opened at 10:00 A.M., Monday, October 29, 2007, at the School and Institutional Trust Lands Administration, offices 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 the lease unit, (2) the entire bonus bid and \$30.00 application fee, and (3), is submitted in the manner required on Non-Classified Minerals application Form E (rev. 07-06). Bid checks of all unsuccessful applicants will be returned to applicant. **The filing period ends at 5:00 P.M., Friday, October 26, 2007. Leasing unit receiving no bids and marked with an * will not be available for over the counter leasing.**

NON-CLASSIFIED MINERAL LEASING UINTS

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
*70	<u>T16S, R1W, SLB&M</u> Sec. 32: Lots 2(36.82), 3(38.27), 4(39.73), SE¼SW¼	Juab 154.82 Acres

**SCHOOL & INSTITUTIONAL TRUST LANDS ADMINISTRATION
COMPETITIVE LEASE OFFERING APPLICATION
OIL, GAS AND ASSOCIATED HYDROCARBONS**

Applicant Name: _____

Address: _____

City State Zip Code

Telephone No. _____

Applicant hereby applies for an oil, gas & associated hydrocarbons lease on the following described leasing unit located in _____ County, State of Utah, as listed on the Lease Offering.

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

Leasing Unit No. *	Sections(s)	Tw	Rng	Meridian	Acres

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 non-refundable 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 \$40.00 or \$2.00 per acre **or fraction thereof** per annum rental, whichever is greater; 5) Applicant does hereby bid and deposit with this application the sum of \$_____ as first year's rental and as a bonus amount to secure a lease for the above described leasing unit; 6) Bonus bid checks will be returned to unsuccessful applicants.

The successful 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 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 lands or other mineral commodities. (See SITLA Rule R850-3-300.) For questions or information call (801) 538-5100.

**SCHOOL & INSTITUTIONAL TRUST LANDS ADMINISTRATION
COMPETITIVE LEASE OFFERING APPLICATION
BITUMINOUS – ASPHALTIC SANDS**

Applicant Name: _____

Address: _____

City State Zip Code

Telephone No. _____

Applicant hereby applies for a mineral lease on the following described leasing unit as listed on the Lease Offering for the purpose of mining the following mineral(s) therefrom: Bituminous – Asphaltic Sands

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

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

REQUIREMENTS AND CONDITIONS: 1) One leasing unit per application form; 2) Applicants are required to submit 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, and agrees to pay rentals and royalties as described in the particular bituminous – asphaltic sands leasing unit numbered above in this application, as contained in this lease offering; 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 leasing unit; 6) Bonus bid checks will be returned to unsuccessful applicants.

The successful applicant must accept a bituminous – asphaltic sands 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.

**SCHOOL & INSTITUTIONAL TRUST LANDS ADMINISTRATION
COMPETITIVE LEASE OFFERING APPLICATION
METALLIFEROUS MINERALS APPLICATION**

Applicant Name: _____

Address: _____

City State Zip Code

Telephone No. _____

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.

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

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) which ever 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.

**SCHOOL & INSTITUTIONAL TRUST LANDS ADMINISTRATION
 COMPETITIVE LEASE OFFERING APPLICATION
 NON-CLASSIFIED MINERALS OR MATERIALS APPLICATION**

Applicant Name: _____

Address: _____

City State Zip Code

Telephone No. _____

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: Non-Classified Minerals or Materials.

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)	Tw	Rng	Meridian	Acres

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, and agrees to pay rentals and royalties as described in the particular non-classified mineral leasing unit numbered above in this application, as contained in this lease offering; 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 Utah State Mineral Lease for non-classified minerals or materials 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 & Mining 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.