

October 27, 2009

**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 October 2009 Competitive Lease Offering and are available for over the counter leasing thru January 21, 2010, 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 16-2/3% 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 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. **INTERACTIVE OIL, GAS & ASSOCIATED HYDROCARBONS OVER THE COUNTER APPLICATION FORM B-4 (rev. 4-07) 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.**

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
1	<u>T4S, R4E, SLB&M</u> Sec. 36: SE $\frac{1}{4}$	Wasatch 160.00 Acres
5	<u>T5S, R5E, SLB&M</u> Sec. 15: S $\frac{1}{2}$ SW $\frac{1}{4}$ Sec. 16: E $\frac{1}{2}$ Sec. 21: N $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 22: NW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$	Wasatch 840.00 Acres
12	<u>T12S, R9E, SLB&M</u> Sec. 32: Lots 1(44.48), 2(45.19), 3(45.91), 4(46.62), N $\frac{1}{2}$, N $\frac{1}{2}$ S $\frac{1}{2}$ (All)	Carbon 662.20 Acres
13	<u>T13S, R1E, SLB&M</u> Sec. 3: M&B [Part of W $\frac{1}{2}$ SW $\frac{1}{4}$ SW $\frac{1}{4}$] (7.46) Sec. 4: M&B [Part of E $\frac{1}{2}$ SE $\frac{1}{4}$] (15.54) Sec. 8: M&B [Part of SE $\frac{1}{4}$ SE $\frac{1}{4}$] (27.00) Sec. 9: M&B [Part of N $\frac{1}{2}$ SW $\frac{1}{4}$] (12.63)	Juab 62.63 Acres

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Oil, Gas & Associated Hydrocarbons

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
17	<u>T13S, R8E, SLB&M</u> Sec. 2: Lots 1(40.17), 2(40.12), 3(40.07), 4(40.02), S $\frac{1}{2}$ N $\frac{1}{2}$, SW $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ [Lots aka N $\frac{1}{2}$ N $\frac{1}{2}$] Sec. 16: E $\frac{1}{2}$ E $\frac{1}{2}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$	Carbon 800.38 Acres
*18	<u>T13S, R13E, SLB&M</u> Sec. 9: SE $\frac{1}{4}$ Sec. 10: NW $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 15: NW $\frac{1}{4}$	Carbon 360.00 Acres
20	<u>T14S, R1E, SLB&M</u> Sec. 4: M&B [Part of SE $\frac{1}{4}$ NW $\frac{1}{4}$ SW $\frac{1}{4}$] (14.00) Sec. 5: S $\frac{1}{2}$ SE $\frac{1}{4}$ Sec. 16: All Sec. 33: SW $\frac{1}{4}$ SW $\frac{1}{4}$	Juab 774.00 Acres
26	<u>T20S, R1E, SLB&M</u> Sec. 5: M&B [Part of S $\frac{1}{2}$ N $\frac{1}{2}$, Part of N $\frac{1}{2}$ S $\frac{1}{2}$]	Sanpete 80.00 Acres
29	<u>T22S, R21E, SLB&M</u> Sec. 32: All	Grand 640.00 Acres
30	<u>T22S, R21E, SLB&M</u> Sec. 36: All	Grand 640.00 Acres
31	<u>T29S, R2E, SLB&M</u> Sec. 36: All	Wayne 640.00 Acres
32	<u>T29S, R6E, SLB&M</u> Sec. 32: All	Wayne 640.00 Acres
34	<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 $\frac{1}{4}$ [Lots aka N $\frac{1}{2}$ N $\frac{1}{2}$]	Wayne 550.36 Acres
35	<u>T30S, R5E, SLB&M</u> Sec. 2: Lots 1(40.05), 2(40.15), 3(40.25), 4(40.35), S $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$, NE $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ [Lots aka N $\frac{1}{2}$ N $\frac{1}{2}$]	Wayne 480.80 Acres

*Parcels have been leased as of 10/27/2009. Units are no longer available.

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<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
43	<u>T36S, R3E, SLB&M</u> Sec. 2: Lot 3(37.99), SW $\frac{1}{4}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$ [Lot aka NE $\frac{1}{4}$ NW $\frac{1}{4}$]	Garfield 157.99 Acres
47	<u>T38S, R23E, SLB&M</u> Sec. 27: S $\frac{1}{2}$ SE $\frac{1}{4}$	San Juan 80.00 Acres
48	<u>T38S, R23E, SLB&M</u> Sec. 32: All	San Juan 640.00 Acres

LEASING UNIT NO. 52 IS OFFERED AT 12 1/2% ROYALTY RATE

*52	<u>T3S, R11W, SLB&M</u> Sec. 16: All	Tooele 640.00 Acres
53	<u>T17S, R7W, SLB&M</u> Sec. 2: SE $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 3: Lot 3(39.91), SW $\frac{1}{4}$ NW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$ [Lot aka NE $\frac{1}{4}$ NW $\frac{1}{4}$] Sec. 4: Lot 1(39.76), SE $\frac{1}{4}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ [Lot aka NE $\frac{1}{4}$ NE $\frac{1}{4}$]	Millard 519.67 Acres
*54	<u>T20S, R1W, SLB&M</u> Sec. 1: NW $\frac{1}{4}$ SW $\frac{1}{4}$, S $\frac{1}{2}$ SW $\frac{1}{4}$, M&B [Part of Lot 3, Part of SE $\frac{1}{4}$ NW $\frac{1}{4}$] (78.59) Sec. 2: Tracts: Part of 15(31.56), Part of 16(32.89), 17(44.44), 18(50.48), 19(47.76), 20(40.21), 22(40.24), 23(62.28), Part of 25(25.74), 72(40.84), SE $\frac{1}{4}$ NE $\frac{1}{4}$, Part of W $\frac{1}{2}$ SW $\frac{1}{4}$ NW $\frac{1}{4}$ (10.95), Part of W $\frac{1}{2}$ W $\frac{1}{2}$ SW $\frac{1}{4}$ (47.27) [aka Part of NE $\frac{1}{4}$, Part of NE $\frac{1}{4}$ NW $\frac{1}{4}$, Part of S $\frac{1}{2}$ NW $\frac{1}{4}$, Part of S $\frac{1}{2}$]	Sanpete 713.25 Acres
*55	<u>T20S, R1W, SLB&M</u> Sec. 11: Tracts: Part of 3(20.84), Part of 4(25.72), 5(38.86), 6(40.56), 7(38.69), 8(40.80), 9(38.75), 10(40.05), 11(38.82), 12(39.92), 13(44.29), 14(39.82), Part of 15(12.80), Part of 16(14.44) [aka E $\frac{1}{2}$, E $\frac{1}{2}$ W $\frac{1}{2}$] Sec. 12: Tracts 63(40.31), 64(40.32), 65(40.16) [aka N $\frac{1}{2}$ NW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$] Sec. 14: Tracts 1(40.72), 2(47.06), Part of 3(17.95), Part of 4(14.97), 73(39.89), 74(39.22), 75(40.73), 76(40.95), 77(41.04), 78(41.01), NE $\frac{1}{4}$ SW $\frac{1}{4}$ [Tracts aka NE $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$]	Sanpete 998.69 Acres

*Parcels have been leased as of 10/27/2009. Units are no longer available.

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<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
57	<u>T20S, R1W, SLB&M</u> Sec. 23: E $\frac{1}{2}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 26: S $\frac{1}{2}$ NW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$, M&B [Part of S $\frac{1}{2}$ SW $\frac{1}{4}$] (78.32) Sec. 27: Lots 4(28.56), 5(15.42) [aka SE $\frac{1}{4}$ SE $\frac{1}{4}$] Sec. 32: All Sec. 34: Lots 1(38.87), 2(1.66), S $\frac{1}{2}$ NE $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ [Lots aka NE $\frac{1}{4}$ NE $\frac{1}{4}$] Sec. 35: Lot 8(9.98), M&B [Part of Lot 1] (20.02)	Sanpete/Sevier 1272.83 Acres
58	<u>T20S, R1W, SLB&M</u> Sec. 24: NE $\frac{1}{4}$ NW $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$ SW $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$, M&B [Part of S $\frac{1}{2}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$] (19.50) Sec. 25: M&B [Part of N $\frac{1}{2}$ NW $\frac{1}{4}$ NE $\frac{1}{4}$, Part of N $\frac{1}{2}$ NE $\frac{1}{4}$ NW $\frac{1}{4}$] (53.32) Sec. 36: M&B [Part of Lot 4, Part of SW $\frac{1}{4}$ NW $\frac{1}{4}$] (35.65)	Sanpete/Sevier 228.47 Acres
67	<u>T30S, R4W, SLB&M</u> Sec. 2: Lots 3(39.04), 4(39.41), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ [Lots aka N $\frac{1}{2}$ NW $\frac{1}{4}$]	Piute 558.45 Acres
68	<u>T31S, R4W, SLB&M</u> Sec. 32: All	Garfield 640.00 Acres
69	<u>T31S, R5W, SLB&M</u> Sec. 8: NW $\frac{1}{4}$ SE $\frac{1}{4}$, SE $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 9: NE $\frac{1}{4}$ NE $\frac{1}{4}$, S $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$	Garfield 360.00 Acres
70	<u>T31S, R5W, SLB&M</u> Sec. 10: NW $\frac{1}{4}$ NW $\frac{1}{4}$ Sec. 16: All	Garfield 680.00 Acres
71	<u>T32S, R5W, SLB&M</u> Sec. 32: All	Garfield 640.00 Acres
LEASING UNIT NO. <u>72</u> IS OFFERED AT 12 1/2% ROYALTY RATE		
*72	<u>T32S, R12W, SLB&M</u> Sec. 2: Lots 1(35.70), 2(35.70), 3(35.70), 4(35.70), S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ (All)	Iron 622.80 Acres

COMPETITIVE LEASE OFFERING**October 26, 2009****Page Five****Oil, Gas & Associated Hydrocarbons**

<u>LEASING UNIT NO.</u>	<u>DESCRIPTION</u>	<u>COUNTY/ACRES</u>
73	<u>T33S, R5W, SLB&M</u> Sec. 13: NW $\frac{1}{4}$, W $\frac{1}{2}$ SW $\frac{1}{4}$ Sec. 14: N $\frac{1}{2}$, N $\frac{1}{2}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ Sec. 15: E $\frac{1}{2}$	Garfield 1160.00 Acres
74	<u>T33S, R5W, SLB&M</u> Sec. 22: NE $\frac{1}{4}$, E $\frac{1}{2}$ W $\frac{1}{2}$, N $\frac{1}{2}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 23: S $\frac{1}{2}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ SW $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$ Sec. 24: W $\frac{1}{2}$ SW $\frac{1}{4}$	Garfield 720.00 Acres

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.

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

Subdivision	Section	Twn	Rng	Meridian	Acres

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.