



State of Louisiana
DEPARTMENT OF NATURAL RESOURCES
OFFICE OF MINERAL RESOURCES
STATE MINERAL AND ENERGY BOARD

TO: State Mineral and Energy Board Members

FROM: Victor M. Vaughn *vmv*
Geologist Administrator
Geological & Engineering Division

DATE: January 11, 2012

Lease Review Committee Agenda

The regular meeting of the Lease Review Committee of the State Mineral and Energy Board is scheduled to be held on Wednesday, January 11, 2012 at 9:30 am in the La Belle Room, First Floor, LaSalle Building located at 617 North Third Street, Baton Rouge, Louisiana.

I. Geological and Engineering Staff Review

According to SONRIS there are 1880 active State Leases covering nearly 851,000 acres. The Geological and Engineering Division has reviewed approximately 175 leases covering 83,500 acres.

II. Committee Review

1. A staff report on **State Lease 192-C**, West Bay Field Selection, Plaquemines Parish. Hilcorp Energy I, L.P. is the lessee.
2. A staff report on **State Lease 340-H**, Cote Blanche Island Field Selection, Iberia Parish. Swift Energy Operating, LLC is the lessee.

III. Report on Force Majeure

1. Staff requests that the Board recognize a force majeure condition beginning November 1, 2011 for Harvest Operating, LLC affecting SL 12002 caused by their continuing search for a new production facility to handle the lease's production.
2. Staff requests that the Board's force majeure recognition for Stone Energy be extended by 3 months to the April 11, 2012 Board Meeting to re-establish production or complete pipeline negotiations.

Updated 12/29/2011

Company Name	Lease Numbers
Leases Off Production Due to Non-storm Related Force Majeure Events	
Bay Gas LLC	19930
IG Petroleum	A0232
The Harvest Group LLC	A0311
Harvest Operating LLC	12002
Stone Energy	10830, 15074, 17309, 17595, A0285

The Committee may discuss other matters as it desires pursuant to R.S. 42:7(A)(1)(b)(ii) as well as Executive Session matters pursuant to R.S. 42:6.1(A)(2) and R.S. 42:6.1(A)(6).