

**STATE MINERAL AND ENERGY BOARD
DOCKET REVIEW COMMITTEE**

ITEMS REQUIRING BOARD APPROVAL

AUGUST 14, 2013

**A. STATE AGENCY LEASES
AUGUST 14, 2013**

La. R.S. 30:151 identifies the term “agency” as a levee district, drainage district, road district, school district, school board, or other board, commission, parish, municipality, state university, state college, state penal or charitable institution or agency, unit or institution of the state or subdivision thereof.

La. R.S. 30:155 provides that, if an agency doesn’t want the Mineral and Energy Board to do its mineral leasing, it may do its own mineral leasing, the lease given must still be approved by the State Mineral and Energy Board under R.S. 30:158.

La. R.S. 30:156 provides that, if an agency wants to mineral lease its own property, it must follow the same leasing process as the State does, including advertising, sealed bids, etc.

La. R.S. 30:158 provides that, if a mineral lease given by an agency of its own property is not approved by the Mineral and Energy Board, it is an absolutely void lease.

Pursuant to the above statutory authority, listed below are leases given by state agencies and submitted for State Mineral and Energy Board approval. The staff examines the documents submitted to make sure that the agency follows all of the steps this office goes through in leasing State owned acreage and that the document has been properly notarized.

1. STATE AGENCY LEASE (A) CALCASIEU PARISH
LOUISIANA

An Oil, Gas and Mineral Lease from the Calcasieu Parish Police Jury, dated July 3, 2013, awarded to Duncan Oil Partners, LLC, covering lands located in the Southwest Quarter of Section 14, Township 8 South, Range 11 West, Calcasieu Parish, Louisiana, containing 5.227 acres, more or less, with further contractual obligations being more particularly enumerated in the instrument.

BIDDER AND LESSEE	: Duncan Oil Partners, LLC
BONUS	: \$1,359.02 (\$260.00/acre)
RENTAL	: \$679.51
ROYALTY	: 25.00% on oil, gas and other minerals
TERM	: Three years

There was only one bid submitted. (Current rider attached)

**A. STATE AGENCY LEASES
AUGUST 14, 2013**

2. STATE AGENCY LEASE WEST BATON ROUGE
PARISH, LOUISIANA

An Oil, Gas and Mineral Lease from the Board of Commissioners, Atchafalaya Basin Levee District, dated June 14, 2013, awarded to Interstate Explorations, LLC, covering lands located in Section 24, Township 10 South, Range 10 East, West Baton Rouge Parish, Louisiana, containing 25.42 acres, more or less, with further contractual obligations being more enumerated in the instrument.

BIDDER AND LESSEE	: Interstate Explorations, LLC
BONUS	: \$6,355.00 (\$250.00/acre)
RENTAL	: \$3,177.50
ROYALTIES	: 25% on oil, gas and other minerals
TERM	: Three years

There was only one bid submitted. (Current rider attached)

**B. STATE LEASE TRANSFERS
AUGUST 14, 2013**

La. R.S. 30:128 (A) provides that no transfer or assignment in relation to any lease of minerals or mineral rights owned by the state shall be valid unless approved by the State Mineral and Energy Board. Additionally, transfers or assignments shall not be granted to prospective leaseholders that are not currently registered with the office of mineral resources.

This section deals with such transfers of interest in state mineral leases in the form of assignments of rights, subleases, and stipulations of interest. It also deals with transfers such as mergers or changes of names, which act as an assignment of interest to the newly named or emerging entity from a merger. Accompanying each of the items submitted in this section was an Ownership Transfer Form (formerly called a Form B) listing the pre- transfer ownership interest in the lease and the post- transfer ownership interest. Each document is carefully checked by the staff to ensure that the interest transfer figures are consistent, that our ownership records are complete and that all form requirements are met.

1. ASSIGNMENT

STATE LEASE NO. 19774,
St. Charles Parish, Louisiana

An Assignment from Castex Energy Partners, L.P. to BTA Oil Producers LLC, 25.575% of Assignor's right title and interest in and to State Lease No. 19774, St. Charles Parish, Louisiana, with further particulars being stipulated in the instrument.

Castex Energy Partners, L.P. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

2. ASSIGNMENT

STATE LEASE NO. 1008,
Plaquemines Parish, Louisiana

An Assignment from Forest Oil Corporation to Apache Corporation, of all of Assignor's right, title and interest in and to State Lease No. 1008, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

Apache Corporation is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

3. CORRECTION OF RESOLUTION

STATE LEASE NO. 15500,
DeSoto Parish, Louisiana

A Correction of Resolution No. 21 from the August 8, 2012 Meeting, being an Assignment from Curtis Younts, Jr., et ux to KSH Energy Fund GmbH and Co., KG Co., whereas said resolution incorrectly read..."of all of Assignor's right, title and interest" and is hereby being corrected to read...an undivided 70% of Assignor's right, title and interest", affecting State Lease No. 15500, DeSoto Parish, Louisiana.

**B. STATE LEASE TRANSFERS
AUGUST 14, 2013**

4. MERGER STATE LEASE NOS. 5849,
5933, 5978, 6856 and 6932,
Bossier and Caddo Parishes,
Louisiana

A Merger whereby Redley Company is merging with and into Seho Energy Limited Partnership, affecting State Lease Nos. 5849, 5933, 5978, 6856 and 6932, Bossier and Caddo Parishes, Louisiana, with further particulars being stipulated in the instrument.

5. CHANGE OF NAME STATE LEASE NO. 5913,
Iberville Parish, Louisiana

A Change of Name whereby Sklar & Phillips Oil Co. is changing its name Phillips Energy, Inc., affecting State Lease No. 5913, Iberville Parish, Louisiana, with further particulars being stipulated in the instrument.

6. CHANGE OF NAME STATE LEASE NO. 4724,
Bienville Parish, Louisiana

A Change of Name whereby Sklar & Phillips, Inc. to Phillips Oil & Gas, Inc., affecting State Lease No. 4724, Bienville Parish, Louisiana, with further particulars being stipulated in the instrument.

7. ASSIGNMENT STATE LEASE NO. 19354,
Cameron Parish, Louisiana

An Assignment from Toce Energy, L.L.C. to Atomic Capital Oil & Gas, LLC, an undivided 15% of 8/8ths interest in and to State Lease No. 19354, Cameron Parish, Louisiana, with further particulars being stipulated in the instrument.

Toce Energy, L.L.C. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

**B. STATE LEASE TRANSFERS
AUGUST 14, 2013**

8. ASSIGNMENT STATE LEASE NO. 19354,
Cameron Parish, Louisiana

An Assignment from Toce Energy, L.L.C., an undivided 11.25% of 8/8ths interest to the following in the proportions set out below:

Perfect Harmony, LLC	4.50% of 8/8ths
B. H. Acorns, LLC	4.50% of 8/8ths
Kilauea, LLC	2.25% of 8/8ths

in and to State Lease No. 19354, Cameron Parish, Louisiana, with further particulars being stipulated in the instrument.

Toce Energy, L.L.C. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

9. ASSIGNMENT STATE LEASE NO. 19354,
Cameron Parish, Louisiana

An Assignment from Toce Energy, L.L.C., an undivided 4.50% of 8/8ths interest to the following in the proportions set out below:

JBF 45, LLC	2.25% of 8/8ths
Miss Evelyn, L.L.C.	2.25% of 8/8ths

in and to State Lease No. 19354, Cameron Parish, Louisiana, with further particulars being stipulated in the instrument.

Toce Energy, L.L.C. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

10. ASSIGNMENT STATE LEASE NO. 19354,
Cameron Parish, Louisiana

An Assignment from Gregco Resources, Inc., Opal Investments Limited Partnership, L.P., Steele Creek energy, LLC and PetroQuest Resources, Inc. to Toce Energy, L.L.C., of all of Assignor's right, title and interest in and to State Lease No. 19354, Cameron Parish, Louisiana, with further particulars being stipulated in the instrument.

Toce Energy, L.L.C. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

**B. STATE LEASE TRANSFERS
AUGUST 14, 2013**

11. ASSIGNMENT STATE LEASE NO. 19354,
Cameron Parish, Louisiana

An Assignment from The Chalkley Exploration Group, L.L.C. to Toce Energy, L.L.C., of all of Assignor's right, title and interest in and to State Lease No. 19354, Cameron Parish, Louisiana, with further particulars being stipulated in the instrument.

Toce Energy, L.L.C. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

12. ASSIGNMENT STATE LEASE NO. 19354,
Cameron Parish, Louisiana

An Assignment from Toce Energy, L.L.C. to Blackfire LLC, an undivided 14% of 8/8ths right, title and interest in and to State Lease No. 19354, Cameron Parish, Louisiana, with further particulars being stipulated in the instrument.

Toce Energy, L.L.C. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

13. ASSIGNMENT AND CORRECTION STATE LEASE NO. 18506,
OF ASSIGNMENT Cameron Parish, Louisiana

An Assignment and Correction of Assignment from Nearburg Exploration Company, L.L.C., an undivided 67% of Assignor's right, title and interest to the following in the proportions set out below:

Royal Energy Partners, Ltd.	26.25%
The Rudman Partnership, Ltd.	12.50%
Diverse Exploration L.P.	16.50%
Tauber Exploration & Production Co.	5.00%
Texas Republic Petroleum Company, Inc.	6.75%

in and to State Lease No. 18506, Cameron Parish, Louisiana, with further particulars being stipulated in the instrument.

Nearburg Exploration Company, L.L.C. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

**B. STATE LEASE TRANSFERS
AUGUST 14, 2013**

14. ASSIGNMENT

STATE LEASE NO. 18506,
Cameron Parish, Louisiana

An Assignment from Nearburg Exploration Company, L.L.C., Royal Energy Partners, Ltd., Diverse Exploration L.P., The Rudman Partnership, Ltd., Tauber Exploration & Production Co. and Texas Republic Petroleum Company, Inc. to Toce Energy, L.L.C., of all of Assignor's right, title and interest in and to State Lease No. 18506, Cameron Parish, Louisiana, with further particulars being stipulated in the instrument.

Toce Energy, L.L.C. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

15. ASSIGNMENT

STATE LASE NOS. 21162,
21163 and 21164,
Terrebonne Parish, Louisiana

An Assignment from Cypress Energy Corporation to Houston Energy, L.P., of all of Assignor's right, title and interest in and to State Lease Nos. 21162, 21163 and 21164, Terrebonne Parish, Louisiana, with further particulars being stipulated in the instrument.

Houston Energy, L.P. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

16. ASSIGNMENT

STATE LEASE NO. 19778,
Lafourche Parish, Louisiana

An Assignment from Marlin Coastal, L.L.C. to Shoreline Southeast LLC, of all of Assignor's right, title and interest in and to State Lease No. 19778, Lafourche Parish, Louisiana, with further particulars being stipulated in the instrument.

Manti Equity Partners, LP is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

**B. STATE LEASE TRANSFERS
AUGUST 14, 2013**

17. ASSIGNMENT STATE LEASE NO. 21013,
Iberia and Vermilion Parishes,
Louisiana

An Assignment from PetroQuest Energy, L.L.C., of an undivided interest to the following in the proportions set out below:

Yuma Exploration and Production Company, Inc.	5.00000% of 8/8ths
JGC Energy Development (USA) Inc.	12.07351% of 8/8ths
Gulf Coast Mid West Energy Capital #5, LP	1.20735% of 8/8ths
The Chalkley Exploration Group, L.L.C.	4.8294% of 8/8ths
Stone Energy Offshore, L.L.C.	44.09288% of 8/8ths

in and to State Lease No. 21013, Iberia and Vermilion Parishes, Louisiana, with further particulars being stipulated in the instrument.

PetroQuest Energy, L.L.C. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

18. ASSIGNMENT STATE LEASE NO. 15612,
Iberia Parish, Louisiana

An Assignment from Stone Energy Offshore, LLC, an undivided 25.00% of 8/8ths to the following in the proportions set out below:

Goodrich Leasehold, LLC	9.375% of 8/8ths
Goodrich Management Company, Inc.	6.250% of 8/8ths
KB Energy, L.L.C.	9.375% of 8/8ths

in and to State Lease No. 15612, Iberia Parish, Louisiana, with further particulars being stipulated in the instrument.

Stone Energy Offshore, LLC is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

**B. STATE LEASE TRANSFERS
AUGUST 14, 2013**

19. ASSIGNMENT STATE LEASE NO. 20344,
Plaquemines Parish, Louisiana

An Assignment from Flare Resources Inc., of all of Assignor's right, title and interest to the following in the proportions set out below:

Discover E&P LLC	13.75%
RHS Enterprises, LLC	13.75%

in and to State Lease No. 20344, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

LLOG Exploration Company, L.L.C. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

20. ASSIGNMENT STATE LEASE NO. 20835,
Plaquemines Parish, Louisiana

An Assignment from Flare Resources Inc., of all of Assignor's right, title and interest to the following in the proportions set out below:

Discover E&P LLC	15.125%
RHS Enterprises, LLC	15.125%

in and to State Lease No. 20835, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

LLOG Exploration Company, L.L.C. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

21. ASSIGNMENT STATE LEASE NO. 19663,
Acadia Parish, Louisiana

An Assignment from Flare Resources Inc., of all of Assignor's right, title and interest to the following in the proportions set out below:

Discover E&P LLC	20.000%
RHS Enterprises, LLC	20.000%

in and to State Lease No. 19663, Acadia Parish, Louisiana, with further particulars being stipulated in the instrument.

The Rudman Partnership is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

**B. STATE LEASE TRANSFERS
AUGUST 14, 2013**

22. ASSIGNMENT STATE LEASE NO. 14371,
Iberville Parish, Louisiana

An Assignment from HEP Partners, L.P. to Okie Operating Company Ltd., of all of Assignor's right, title and interest in and to State Lease No. 14371, Iberville Parish, Louisiana, **INSOFAR AND ONLY INSOFAR AS** said lease covers from the surface to the base of the Frio Formation, with further particulars being stipulated in the instrument.

Okie Operating Company Ltd. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

23. MERGER STATE LEASE NOS. 4183
7964, 8191 and 14371,
Acadia, Cameron, Iberville
and Plaquemines Parishes,
Louisiana

A Merger whereby HEP Partners, L.P. is merging with and into Chevron Midcontinent, L.P., affecting State Lease Nos. 4183, 7964, 8191 and 14371, Acadia, Cameron, Iberville and Plaquemines Parishes, Louisiana, with further particulars being stipulated in the instrument.

24. ASSIGNMENT STATE LEASE NO. 18353,
DeSoto Parish, Louisiana

An Assignment from Winchester Production Company to Long Petroleum, L.L.C., an undivided 46% of Assignor's right, title and interest in and to State Lease No. 18353, DeSoto Parish, Louisiana, with further particulars being stipulated in the instrument.

Winchester Production Company is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

25. CORRECTION OF RESOLUTION STATE LEASE NOS. 517
571 and 5653, Acadia and
Evangeline Parishes, Louisiana

A Correction of Resolution No. 5 from the May 8, 2013 Meeting, being a Change of Name from Petro-Hunt Corporation to Hunt Dominion Corporation, whereas State Lease No. 571 was added to said resolution and is hereby being deleted and State Lease No. 517 was omitted from said resolution and is hereby being added, affecting State Lease Nos. 517, 571 and 5653, Acadia and Evangeline Parishes, Louisiana.

**C. DEPARTMENT OF WILDLIFE AND FISHERIES STATE AGENCY
LEASE TRANSFERS
AUGUST 14, 2013**

The State Agency Leases require that any transfer of interest be approved by the Agency prior to the transfer. By Co-operative Endeavor Agreement, dated effective December 18, 2009, the Office of Mineral Resources has assumed responsibility for the administration of all State Agency Leases awarded by or on behalf of the said Department of Wildlife and Fisheries.

This section deals with transfers of interests in those State Agency Leases for the Department of Wildlife and Fisheries now under administration by the Office of Mineral Resources as staff of the Louisiana State Mineral and Energy Board and for which approval by the Board is being requested. Accompanying each item submitted in this section was an Ownership Transfer Form (Form-B) listing the pre-transfer and post-transfer interest of all party lease owners in the lease(s) herein set forth. Each document is carefully checked by the staff to ensure that the interest transfer figures are consistent with and reflect the interest in our records; and further, that all form requirements are met.

No items received for this category.

**D. ADVERTISED PROPOSALS
AUGUST 14, 2013**

La. R.S. 30:129.1 provides that certain types of agreements entered into by the State with respect to its mineral leasing activity must be advertised within a specific time of the State Mineral and Energy Board meeting at which those agreements will be acted on.

These items are called advertised items. They consist of unitization agreements, lease amendments, gas production contracts, amendments, compromise agreements and other types of agreements. These items are checked by the staff to make sure that the contents of the agreement correctly reflect the understanding of all parties, that the form is authentic and properly notarized and that the items have met the statutory advertisement requirements.

1. LEASE AMENDMENT (13-25)

STATE LEASE NO. 17156,
Vermilion Parish, Louisiana

A Lease Amendment by and between the State of Louisiana, through the Louisiana State Mineral Board and Saratoga Resources, Inc., on behalf of its wholly-owned subsidiary Harvest Oil & Gas, LLC, whereas said parties desire to amend State Leas No. 17156, Vermilion Parish, Louisiana, with further particulars being stipulated in the instrument.

2. ACT OF CORRECTION OF (13-26)
UNIT AGREEMENT

STATE LEASE NOS. 20221,
20367, 20368, 20369, 20528,
20529, 20530 and 20753,
St. Mary Parish, Louisiana

An Act of Correction of that certain Unitization Agreement, effective December 14, 2011, by and between the State of Louisiana, Castex Energy II, LLC, Castex Energy 2008, L.P., Apache Corporation, Petsec Exploration & Production LLC and GOME 1271, LLC, whereas said parties desire to correct language in the original Unitization Agreement and delete and replace the Exhibit B with a new Exhibit B, affecting State Lease Nos. 20221, 20367, 20368, 20369, 20528, 20529, 20530 and 20753, St. Mary Parish, Louisiana, with further particulars being stipulated in the instrument.