

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

ITEMS REQUIRING BOARD APPROVAL

FEBRUARY 26, 2014

**A. STATE AGENCY LEASES
FEBRUARY 26, 2014**

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.

A. STATE AGENCY LEASE

**CAMERON PARISH,
LOUISIANA**

A State Agency Lease from the Cameron Parish School Board, dated November 12, 2013, awarded to Beta Land Services LLC, covering lands located in Section 16, Township 12 South, Range 5 West, Cameron Parish, Louisiana, containing 680 acres, more or less, with further contractual obligations being more enumerated in the instrument.

BIDDER AND LESSEE	: Beta Land Services LLC
BONUS	: \$276,760.00 (\$407.00)
RENTAL	: \$138,380.00
ROYALTIES	: 25% on oil, gas and other minerals
TERM	: Three years

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

**A. STATE AGENCY LEASES
FEBRUARY 26, 2014**

B. STATE AGENCY LEASE

UNION PARISH,
LOUISIANA

An Oil, Gas and Mineral Lease from the Union Parish School Board, dated December 9, 2013, awarded to Southwestern Energy Production Company, covering lands located in Section 15, Township 21 North, Range 1 East, Union Parish, Louisiana, containing 30.10 acres, more or less, with further contractual obligations being more enumerated in the instrument.

BIDDER AND LESSEE	: Southwestern Energy Production Company
BONUS	: \$4,515.00 (\$150.00/acre)
RENTAL	: \$2257.50
ROYALTIES	: 20% on oil, gas and other minerals
TERM	: Three years

There was only one bid submitted.

**B. STATE LEASE TRANSFERS
FEBRUARY 26, 2014**

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. 9637,
Lafourche Parish, Louisiana

An Assignment from US Oil & Gas, Inc. to Square Mile Energy, LLC, of all of Assignor's right, title and interest in and to State Lease No. 9637, Lafourche Parish, Louisiana, with further particulars being stipulated in the instrument.

Square Mile Energy, LLC 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. 6121,
West Baton Rouge Parish,
Louisiana

An Assignment from COG-EPCO 1992 Limited Liability Limited Partnership to Hilcorp Energy I, L.P., of all of Assignor's right, title and interest in and to State Lease No. 6121, West Baton Rouge Parish, Louisiana, with further particulars being stipulated in the instrument.

Hilcorp Energy I, L.P. 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
FEBRUARY 26, 2014**

3. CORRECTION OF RESOLUTION STATE LEASE NOS. 3770, 12806, 15683, 16735, 16736, 16737, 16738, 17674, 17675, 17689, 17691, 17767, 17860, 17861, 17863, 17942, 17965, 18549, 18550, 19050, 19051, 19052, 19079, 19080, 19201, 19347, 19384, 19391, 19669, 19948 and 20423, Lafourche, Plaquemines and St. Charles Parishes, Louisiana

A Correction of Resolution No. 6 from the January 11, 2012 Meeting, being a Change of Name whereby Century Exploration New Orleans, Inc. is changing its name to Century Exploration New Orleans, LLC, whereas State Lease No. 19080 was omitted from said resolution and is hereby being added, affecting State Lease Nos. 3770, 12806, 15683, 16735, 16736, 16737, 16738, 17674, 17675, 17689, 17691, 17767, 17860, 17861, 17863, 17942, 17965, 18549, 18550, 19050, 19051, 19052, 19079, 19080, 19201, 19347, 19384, 19391, 19669, 19948 and 20423, Lafourche, Plaquemines and St. Charles Parishes, Louisiana.

4. ASSIGNMENT AND CORRECTION OF ASSIGNMENT STATE LEASE NOS. 517, 13148, 18429 and Operating Agreement "A0284", Acadia, Evangeline and Vermilion Parishes, Louisiana

An Assignment and Correction of Assignment from Burlington Resources Oil & Gas Company, LP, Inexco Oil Company and The Louisiana Land and Exploration Company LLC to Petro Harvester Acadian Holdings, LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 517, 13148, 18429 and Operating Agreement "A0284", Acadia, Evangeline and Vermilion Parishes, Louisiana, with further particulars being stipulated in the instrument.

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

5. ASSIGNMENT STATE LEASE NOS. 1480, 3258, 3599 and 14703, Lafourche and Cameron Parishes, Louisiana

An Assignment from PDP Energy Fund I, LP to Hilcorp Energy I, L.P., of all of Assignor's right, title and interest in and to State Lease Nos. 1480, 3258, 3599 and 14703, Lafourche and Cameron Parishes, Louisiana, with further particulars being stipulated in the instrument.

Hilcorp Energy I, L.P. 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
FEBRUARY 26, 2014**

6. ASSIGNMENT STATE LEASE NO. 21098,
Lafourche Parish, Louisiana

An Assignment from ORX Exploration, Inc. to Freeport-McMoRan Oil & Gas LLC, of all of Assignor's right, title and interest in and to State Lease No. 21098, Lafourche Parish, Louisiana, with further particulars being stipulated in the instrument.

Freeport-McMoRan Oil & Gas LLC is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

7. ASSIGNMENT STATE LEASE NO. 4477,
Catahoula Parish, Louisiana

An Assignment from C.T.R. Oil, Inc. to AJ & J Oil, Inc., of all of Assignor's right, title and interest in and to State Lease No. 4477, Catahoula Parish, Louisiana, with further particulars being stipulated in the instrument.

AJ & J Oil, Inc. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

8. ASSIGNMENT STATE LEASE NO. 19502,
East Feliciana Parish, Louisiana

An Assignment from Manti Equity Partners, LP to Trek Resources, Inc., of all of Assignor's right, title and interest in and to State Lease No. 19502, East Feliciana Parish, Louisiana, with further particulars being stipulated in the instrument.

Trek Resources, Inc. 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 NOS. 328
and 17416, Lafourche Parish,
Louisiana

An Assignment from BLG Resources, LLC and PDP Energy Fund I, LP to Krewe Energy, LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 328 and 17416, Lafourche Parish, Louisiana, with further particulars being stipulated in the instrument.

Krewe Energy, 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
FEBRUARY 26, 2014**

10. ASSIGNMENT

STATE LEASE NO. 21183,
St. Charles Parish, Louisiana

An Assignment from Tri-C Resources, LLC to Square Mile Energy, L.L.C., an undivided 50% of Assignor's right, title and interest in and to State Lease No. 21183, St. Charles Parish, Louisiana, with further particulars being stipulated in the instrument.

Square Mile 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.

11. ASSIGNMENT

STATE LEASE NOS. 20936
and 21060, St. Charles Parish,
Louisiana

An Assignment from Square Mile Energy, L.L.C. to Tri-C Resources, LLC, an undivided 50% of Assignor's right, title and interest in and to State Lease Nos. 20936 and 21060, St. Charles Parish, Louisiana, with further particulars being stipulated in the instrument.

Tri-C Resources, LLC is designated as the joint account Lessee (contact person) of State Lease No. 20936 pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

Square Mile Energy, L.L.C. is designated as the joint account Lessee (contact person) of State Lease No. 21060 pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

12. ASSIGNMENT

STATE LEASE NO. 20937,
St. Charles Parish, Louisiana

An Assignment from Square Mile Energy, L.L.C. to Tri-C Resources, LLC, an undivided 50% of Assignor's right, title and interest in and to State Lease No. 20937, St. Charles Parish, Louisiana, with further particulars being stipulated in the instrument.

Square Mile 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
FEBRUARY 26, 2014**

13. ASSIGNMENT STATE LEASE NOS. 21058
and 21059, St. Charles Parish,
Louisiana

An Assignment from Square Mile Energy, L.L.C. to Tri-C Resources, LLC, an undivided 50% of Assignor's right, title and interest in and to State Lease Nos. 21058 and 21059, St. Charles Parish, Louisiana, with further particulars being stipulated in the instrument.

Square Mile 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.

14. CHANGE OF NAME STATE LEASE NOS. 17126,
17734, 18245 and 18276,
Bossier Parish, Louisiana

A Change of Name whereby Coronado Energy E & P Company, L.L.C. to Coronado Energy E&P Company, L.L.C., affecting State Lease Nos. 17126, 17734, 18245 and 18276, Bossier Parish, Louisiana, with further particulars being stipulated in the instrument.

15. CHANGE OF NAME STATE LEASE NOS. 17126,
17734, 18245 and 18276,
Bossier Parish, Louisiana

A Change of Name whereby Coronado Energy E&P Company, L.L.C. is changing its name to EP Energy E&P Company, L.P., affecting State Lease Nos. 17126, 17734, 18245 and 18276, Bossier Parish, Louisiana, with further particulars being stipulated in the instrument.

16. ASSIGNMENT STATE LEASE NOS. 17126,
17734, 18245 and 18276,
Bossier Parish, Louisiana

An Assignment from EP Energy E&P Company, L.P. to Wildhorse Resources II, LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 17126, 17734, 18245 and 18276, Bossier Parish, Louisiana, **INSOFAR AND ONLY INSOFAR AS** to the depth restrictions described on Exhibit "A" for each lease, with further particulars being stipulated in the instrument.

Wildhorse Resources II, 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
FEBRUARY 26, 2014**

17. ASSIGNMENT

STATE LEASE NOS. 20627
and 20645, St. Charles and
Lafourche Parishes, Louisiana

An Assignment from Square Mile Energy, L.L.C. to KiwiEnergy, Ltd., an undivided .0955130 interest in and to State Lease Nos. 20627 and 20645, Lafourche and St. Charles Parishes, Louisiana, **INSOFAR AND ONLY INSOFAR AS** the leases cover lands that lie within the boundaries of the August Contract Area, **AND** an undivided .1054742 interest in and to State Lease No. 20627, St. Charles Parish, Louisiana, **INSOFAR AND ONLY INSOFAR AS** said lease covers lands that lie within the boundaries of the Sawgrass Contract Area, with further particulars being stipulated in the instrument.

Square Mile 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 NOS. 1212
and 20891, Plaquemines Parish,
Louisiana

An Assignment from Westgrove Energy Holdings, LLC, of all of Assignor's right, title and interest to the following in the proportions set out below:

Walter Oil & Gas Corporation	67.50%
Discover E&P LLC	15.125%
RHS Enterprises, LLC	15.125%
LLOG Exploration Company, L.L.C.	2.25%

in and to State Lease Nos. 1212 and 20891, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

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

**C. DEPARTMENT OF WILDLIFE AND FISHERIES STATE AGENCY
LEASE TRANSFERS
FEBRUARY 26, 2014**

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
FEBRUARY 26, 2014**

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. UNITIZATION AGREEMENT (14-5) STATE LEASE NOS. 451
and 20484, Plaquemines
Parish, Louisiana

A Unitization Agreement by and between the State of Louisiana, through the State Mineral and Energy Board and Hilcorp Energy Company, et al, to create a 476.434 acre unit, identified as the “**17 MKR-5 RA SU**”, West Delta Block 52 Field, Plaquemines Parish, Louisiana, with 154.57 acres being attributable to State Lease No. 451, 158.247 acres being attributable to State Lease No. 20484 and the remaining acreage being attributable to private ownership, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

2. SETTLEMENT AGREEMENT AND MUTUAL
RELEASE (14-6) STATE LEASE NOS. 19125
and 19832, Desoto and Red
River Parishes, Louisiana

A Settlement Agreement and Mutual Release by and between the State of Louisiana through the State Mineral and Energy Board, The Allbritton Cattle Company, LLC, et al and Leon K. Poche, et al, whereas said parties desire to settle all claims, issues and defenses, affecting the State’s mineral royalty interests in the bed and bottoms of Rolling Lake Bayou that lie within Section 8, Township 13 North, Range 11 West, affecting State Lease Nos. 19125 and 19832, DeSoto and Red River Parishes, Louisiana, with further particulars being stipulated in the instrument.