

BOBBY JINDAL
GOVERNOR



STEPHEN CHUSTZ
SECRETARY

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

TO: State Mineral and Energy Board Members

FROM: Macy Dennis *MSD*
Petroleum Lands Land Manager
Office of Mineral Resources

DATE: June 11, 2014

Docket Review Committee Agenda

A meeting of the Docket Review Committee of the State Mineral and Energy Board will be held on Wednesday, June 11, 2014, immediately following the Legal and Title Controversy Committee Agenda Meeting, in the LaBelle Room, First Floor, of the LaSalle Building, located at 617 North Third Street, Baton Rouge, Louisiana.

I. DOCKET REVIEW

- A. All items as set forth on the June 11, 2014 Docket that are submitted for SM&EB approval within the following categories:
- Category A: State Agency Leases.
 - Category B: State Lease Transfers.
 - Category C: Department of Wildlife & Fisheries State Agency Lease Transfers.
 - Category D: Advertised Proposals.

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).

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

ITEMS REQUIRING BOARD APPROVAL

June 11, 2014

**A. STATE AGENCY LEASES
JUNE 11, 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.

1. STATE AGENCY LEASE (A) PLAQUEMINES PARISH,
LOUISIANA

An Oil, Gas and Mineral Lease from Plaquemines Parish Government, dated March 27, 2014, awarded to Shoreline Southeast LLC, covering lands located in Section 50, Township 20 South, Range 29 East, Bastian Bay Field, Plaquemines Louisiana, containing approximately 9.583 acres, more or less, with further contractual obligations being more enumerated in the instrument.

BIDDER AND LESSEE	: Shoreline Southeast LLC
BONUS	: \$4,791.50 (\$500.00/acre)
RENTAL	: \$2,395.75
ROYALTIES	: 25% on oil, gas and other minerals
TERM	: 3 years

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

**A. STATE AGENCY LEASES
JUNE 11, 2014**

2. STATE AGENCY LEASE

LAFOURCHE PARISH,
LOUISIANA

An Oil, Gas and Mineral Lease from the North Lafourche Conservation Levee & Drainage District, dated March 26, 2014, awarded to Boudreaux Properties, Inc., covering lands located in Section 51, Township 15 South, Range 18 East, Louisiana Meridian, Lafourche Parish, Louisiana, **INSOFAR AND ONLY INSOFAR AS** to acreage situated within the unit created for the Rob L Stray Zone, Reservoir C, containing 12 acres, more or less, Lafourche Parish, Louisiana, with further contractual obligations being more enumerated in the instrument.

BIDDER AND LESSEE	: Boudreaux Properties, Inc.
BONUS	: \$3,600.00 (\$300.00/acre)
RENTAL	: \$3,000.00
ROYALTIES	: 25% on oil, gas and other minerals
TERM	: Three years

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

**B. STATE LEASE TRANSFERS
JUNE 11, 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 NOS. 21174,
21175 and 21176, Beauregard
Parish, Louisiana

An Assignment from Border Exploration, LLC to Halcon Gulf States, LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 21174, 21175 and 21176, Beauregard Parish, Louisiana, with further particulars being stipulated in the instrument.

Halcon Gulf States, 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. 21379,
Plaquemines 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 No. 21379, Plaquemines 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.

3. ASSIGNMENT

STATE LEASE NO. 195,
Plaquemines Parish, Louisiana

An Assignment from Harvest Oil & Gas, LLC to Dimension Energy C.B., L.L.C., of all of Assignor's right, title and interest in and to State Lease No. 195, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

Dimension Energy C.B., 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
JUNE 11, 2014**

4. ASSIGNMENT STATE LEASE NO. 18803,
Evangeline Parish, Louisiana

An Assignment from Orbit Energy, Inc. to Faulconer Resources 1999 Limited Partnership, LLP, of all of Assignor's right, title and interest in and to State Lease No. 18803, Evangeline Parish, Louisiana, **INSOFAR AND ONLY INSOFAR AS** to those lands located within the geographic boundaries and the defined unitized interval of the U WX RE SUA, with further particulars being stipulated in the instrument.

Faulconer Resources 1999 Limited Partnership, LLP 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 NO. 21248,
Jefferson and Lafourche
Parishes, Louisiana

An Assignment from Clayton Williams Energy, Inc., an undivided 62.50% of 8/8ths interest to the following in the proportions set out below:

Energy Resource Technology GOM, LLC	45.00% of 8/8ths
Petrogulf III, LLC	11.25% of 8/8ths
Whitehaven Exploration, Inc.	6.25% of 8/8ths

in and to State Lease No. 21248, Jefferson and Lafourche Parishes, Louisiana, with further particulars being stipulated in the instrument.

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

6. ASSIGNMENT AND AMENDMENT STATE LEASE NOS. 19067
OF ASSIGNMENT and 19068, Cameron Parish,
Louisiana

An Assignment and Amendment of Assignment from Teresa Rudman and Ira W. Silverman, Co-Executors of the Estate of Wolfe E. Rudman to J&S Oil & Gas LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 19067 and 19068, Cameron Parish, Louisiana, with further particulars being stipulated in the instrument.

J&S Oil & Gas 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
JUNE 11, 2014**

7. CORRECTION OF RESOLUTION STATE LEASE NO. 451, 861, 862, 872, 978, 1009, 1277, 1278, 1354, 1388, 1922, 1923, 1924, 2227, 2474 2485, 3382, 3770, 8690 and 17935,
Plaquemines, St. Bernard and Vermilion Parishes, Louisiana

A Correction of Resolution No. 14 from the April 13, 2011 Meeting, being a Change of Name whereby Mariner Energy Resources, Inc. is changing its name to Apache Shelf, Inc., whereas State Lease No. 1923 was omitted from said resolution and is hereby being added, affecting State Lease Nos. 451, 861, 862, 872, 978, 1009, 1277, 1278, 1354, 1388, 1922, 1923, 1924, 2227, 2474, 2485, 3382, 3770, 8690 and 17935, Plaquemines, St. Bernard and Vermilion Parishes, Louisiana.

8. ASSIGNMENT STATE LEASE NOS. 21370, 21371 and 21372, 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. 21370, 21371 and 21372, 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.

9. ASSIGNMENT STATE LEASE NOS. 502, 1461, 1462, 14617, 20846 and 20884, LaSalle Parish, Louisiana

An Assignment from Sito Exploration, LLC to Constellation Energy Partners LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 502, 1461, 1462, 14617, 20846 and 20884, LaSalle Parish, Louisiana, with further particulars being stipulated in the instrument.

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

10. CHANGE OF NAME STATE LEASE NOS. 1685 and 3584, St. Mary Parish, Louisiana

A Change of Name whereby Moses 1981 Partnership is changing its name to Lannie Mecom 1981 Partnership, affecting State Lease Nos. 1685 and 3584, St. Mary Parish, Louisiana, with further particulars being stipulated in the instrument.

**B. STATE LEASE TRANSFERS
JUNE 11, 2014**

11. CHANGE OF NAME STATE LEASE NOS. 1685
and 3584, St. Mary Parish,
Louisiana

A Change of Name whereby Lannie Mecom 1981 Partnership is changing its name to L. Mecom 81, LLC, affecting State Lease Nos. 1685 and 3584, St. Mary Parish, Louisiana, with further particulars being stipulated in the instrument.

12. CHANGE OF NAME STATE LEASE NOS. 20673
and 20741, Allen Parish, Louisiana

A Change of Name whereby HLP Gulf States, LLC is changing its name to Halcon Gulf States, LLC, affecting State Lease Nos. 20673 and 20741, Allen Parish, Louisiana, with further particulars being stipulated in the instrument.

13. ASSIGNMENT STATE LEASE NOS. 20673
and 20741, Allen Parish, Louisiana

An Assignment from Halcon Gulf States, LLC to WD-Louisiana, LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 20673 and 20741, Allen Parish, Louisiana, with further particulars being stipulated in the instrument.

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

14. ASSSIGNMENT STATE LEASE NO. 335,
Plaquemines Parish, Louisiana

An Assignment from the Estate of William G. Helis to Harvest Oil & Gas, L.L.C., of all of Assignor's right, title and interest in and to State Lease No. 335, Plaquemines Parish, Louisiana, **LIMITED TO** that portion of Grand Bay Selection within the 13(RA-A)SUA and 15A RA SUA, with further particulars being stipulated in the instrument.

Harvest Oil & Gas, 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
JUNE 11, 2014**

15. ASSIGNMENT STATE LEASE NOS. 2102,
15358 and 20609, Iberville
Parish, Louisiana

An Assignment from SandRidge Exploration and Production, LLC to Bandon Oil and Gas LP, of all of Assignor's right, title and interest in an to State Lease Nos. 2102, 15358 and 20609, Iberville Parish, Louisiana, with further particulars being stipulated in the instrument.

Bandon Oil and Gas LP 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 NOS. 2102,
15358 and 20609, Iberville
Parish, Louisiana

An Assignment from Bandon Oil and Gas LP to SandRidge Onshore, LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 2102, 15358 and 20609, Iberville Parish, Louisiana, with further particulars being stipulated in the instrument.

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

17. ASSIGNMENT STATE LEASE NO. 17732,
Bossier Parish, Louisiana

An Assignment from Cohort Energy Company to Chesapeake Louisiana, L.P., of all of Assignor's right, title and interest in and to State Lease No. 17732, Bossier Parish, Louisiana, **INSOFAR AND ONLY INSOFAR AS** the lease covers all subsurface depths below the base of the Cotton Valley Formation with further particulars being stipulated in the instrument.

Chesapeake Louisiana, L.P. 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. 20581,
Plaquemines Parish, Louisiana

An Assignment from Destin Resources LLC and Reserves Management, L.C. to Energy Resource Technology GOM, LLC, an undivided 80% of 8ths Assignor's right, title and interest in and to State Lease No. 20581, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

Energy Resouce Technology GOM, 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
JUNE 11, 2014**

19. ASSIGNMENT STATE LEASE NO. 19727,
Terrebonne Parish, Louisiana

An Assignment from Sulphur River Exploration, Inc., an undivided interest to the following in the proportions set out below:

Royal Offshore, LLC	39.37500%
CEL Properties, LLC	23.90625%
RLI Properties, LLC	7.96875%
Erwin Energy Corp.	9.00000%
Sulphur River, LP	9.00000%
Miocene Energy, LLC	3.75000%

in and to State Lease No. 19727, Terrebonne Parish, Louisiana, with further particulars being stipulated in the instrument.

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

20. CHANGE OF NAME STATE LEASE NO. 6024
and Operating Agreement
“A0072”, Lafourche Parish,
Louisiana

A Change of Name whereby RAM Energy Louisiana, LLC is changing its name to HRC Energy Louisiana, LLC, affecting State Lease No. 6024 and Operating Agreement “A0072”, Lafourche Parish, Louisiana, with further particulars being stipulated in the instrument.

21. MERGER STATE LEASE NOS. 19779,
19831 and 19929, Caddo and
DeSoto Parishes, Louisiana

A Merger whereby EXCO HV Acquisition SUB, LLC is merging with and into EXCO Operating Company, LP, affecting State Lease Nos. 19779, 19831 and 19929, Caddo and DeSoto Parishes, Louisiana, with further particulars being stipulated in the instrument.

**B. STATE LEASE TRANSFERS
JUNE 11, 2014**

22. ASSIGNMENT

STATE LEASE NOS. 21174,
21175 and 21176, Beauregard
Parish, Louisiana

An Assignment from Halcon Gulf States, LLC to WD-Louisiana, LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 21174, 21175 and 21176, Beauregard Parish, Louisiana, with further particulars being stipulated in the instrument.

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

23. ASSIGNMENT

STATE LEASE NO. 1212,
Plaquemines Parish, Louisiana

An Assignment from RHS Enterprises, LLC to Walter Oil & Gas Corporation, of all of Assignor's right, title and interest in and to State Lease No. 1212, 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
JUNE 11, 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
JUNE 11, 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 (14-21) STATE LEASE NOS. 17863
and 18550, Main Pass Block
46 Field, Plaquemines Parish,
Louisiana

A Unitization Agreement by and between the State Mineral and Energy Board, for and on behalf of the State of Louisiana and Century Exploration New Orleans, LLC, to create a 490.93 acre unit, more or less, identified as the “VUC”, with 194.35 acres being attributable to State Lease No. 17863 and 296.08 being attributable to State Lease No. 18550, Main Pass Block 46 Field, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

2. UNITIZATION AGREEMENT (14-22) STATE LEASE NOS. 17861
and 20819, Breton Sound
Block 53 Field, Plaquemines Parish,
Louisiana

A Unitization Agreement by and between the State Mineral and Energy Board, for and on behalf of the State of Louisiana and Century Exploration New Orleans, LLC, to create a 529.46 acre unit, more or less, identified as the “VUE”, with 175.20 acres being attributable to State Lease No. 17861 and 354.26 acres being attributable to State Lease No. 20819, Breton Sound Block 53 Field, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

3. UNITIZATION AGREEMENT (14-23) STATE LEASE NOS. 20877,
21184, 21411 and 21412,
Lafourche Parish, Louisiana

A Unitization Agreement by and between the State Mineral and Energy Board, for and on behalf of the State of Louisiana and Square Mile Energy, L.L.C., to create a 574.511 acre unit, identified as the “CRIS I VUA”, with 222.412 acres being attributable to State Lease No. 20877, 197.889 acres being attributable to State Lease No. 21184, 140.805 acres being attributable to State Lease No. 21411 and 13.405 acres being attributable to State Lease No. 21412, Lafourche Parish, Louisiana, with further particulars being stipulated in the instrument.