

NOTICE OF SALE OF OIL AND GAS LEASES

NOTICE is hereby given that the Board of Educational Lands and Funds of the State of Nebraska (the Board or Lessor) will offer for sale at Public Auction, to be held in the office of the Board, 555 North Cotner Boulevard, Lincoln, Nebraska, on the 14th day of May, 2024, at 10:00 o'clock a.m. local time, Oil And Gas Leases covering the following described lands, to wit:

<u>TRACT</u>	<u>DESCRIPTION</u>	<u>SEC/TWP/RGE</u>	<u>ACRES</u>	<u>COUNTY</u>
1	All	16-17-56W	640	Banner
2.	All	36-17-50W	640	Cheyenne
3	All	36-01-37W	638.08	Dundy
4.	All	16-01-41W	640	Dundy
5.	All	36-01-41W	640	Dundy
6	All	16-01-31W	632.3	Hitchcock
7.	All	16-17-49W	640	Morrill

Each tract is offered and the Lease for each tract will be issued for the acreage indicated, which may be more or less than the actual acreage. Bonus bid on a per acre basis and rent will be computed exclusively on the basis of the acreage indicated regardless of whether the acreage indicated is equal to, or more or less than, the actual acreage. Bonus and rent as so computed will not be increased if it is established that the actual acreage is greater than the acreage indicated, and will not be decreased if it is established that the actual acreage is less than the acreage indicated. In addition, each Lease shall be subject to all easements, restrictions, reservations, public roads, rights-of-way and other leases of record and other matters of record in the office of the Board.

With respect to this tract 1, (Banner County 16-17-56) there is one shut-in but unplugged well: State (#1 State Brinkerhoff) located on this tract of land in the NW4SE4. The previous Lessee (RTA Petroleum, LLC) has a continuing legal obligation to plug this well. The successful bidder of this tract will have two (2) options pertaining to this well. 1) If the successful bidder does not want this well, then the previous Lessee will continue to be required to plug this well, or, 2) If the successful bidder does want this well, then we will amend the Lease for this tract to cover this well, in this case the successful bidder will assume full responsibility for such well under this Lease and the bond regarding this well with the Nebraska Oil And Gas Conservation Commission and the Board.

Tract #2 (All of Section 36, T17N R50W, Cheyenne County) is subject to Oil And Gas Lease #8247 previously issued by the Board, the primary term of which will expire on May 10, 2024. Issuance of the new Lease of this tract is contingent upon said Lease #8247 expiring as scheduled in accordance with its terms and provisions on May 10, 2024.

Tract #7 (All of Section 16, T17N R49W, Morrill County) is subject to Oil And Gas Lease #8261 previously issued by the Board, the primary term of which will expire on May 10, 2024. Issuance of the new Lease of this tract is contingent upon said Lease #8261 expiring as scheduled in accordance with its terms and provisions on May 10, 2024.

Such Leases will be for a primary term of five (5) years, will reserve a one-sixth (1/6th) royalty to the Lessor, and will provide for annual delay rentals of \$2.00 per acre and will be sold and issued in all respects under, in accordance with and pursuant to the applicable laws of the State of Nebraska and applicable Rules And Regulations of the Board. Each such Lease will be sold to the highest and best bidder therefor subject to the right of the Board to reject any and all bids. Copies of the Lease forms are available prior to the sale by contacting Ms. Bahr-Frew at the number below.

Laura B. Bahr-Frew
Minerals Administrator
555 North Cotner Blvd.
Lincoln, NE 68505
Telephone: 402/471-8318
belf.nebraska.gov

BOARD OF EDUCATIONAL LANDS AND FUNDS



Kelly L. Sudbeck, CEO/Executive Secretary