

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 27th day of October, 2009, 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	16-17-58	640	BANNER
2.	All	16-07-37	640	CHASE
3.	All	16-08-37	640	CHASE
4.	All	36-08-37	640	CHASE
5.	All	36-08-38	640	CHASE
6.	All	16-13-54	640	KIMBALL
7.	All	16-12-58	640	KIMBALL
8.	SE ¹ / ₄ NE ¹ / ₄ , W ¹ / ₂ SE ¹ / ₄ , NE ¹ / ₄ NE ¹ / ₄ SE ¹ / ₄ , SW ¹ / ₄ NE ¹ / ₄ SE ¹ / ₄ , W ¹ / ₂ SE ¹ / ₄ SE ¹ / ₄	16-03-27	160	RED WILLOW
9.	W ¹ / ₂ NE ¹ / ₄ , W ¹ / ₂ , & NW ¹ / ₄ SE ¹ / ₄	36-05-23	440	GOSPER
10.	All	16-13-36	640	KEITH
11.	All	36-13-36	640	KEITH
12.	All	16-09-36	636.2	PERKINS
13.	All	16-10-36	648.16	PERKINS
14.	All	36-09-37	640	PERKINS

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, rights-of-way and other matters of record in the office of the Board and all public roads.

With respect to tract 9, Lessor neither warrants nor agrees to defend title to the S $\frac{1}{2}$ NW $\frac{1}{4}$ and S $\frac{1}{2}$ SW $\frac{1}{4}$, except that all royalty payments applicable thereto will be returned to Lessee, without interest, in the event Lessor does not have a lawful right to lease the same for oil and gas exploration and production. No rent or bonus payments will be returned under any circumstances.

In Banner, Chase, Kimball and Red Willow Counties (tracts 1-8), 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. In Gosper, Keith and Perkins Counties (tracts 9-14), such Lease will be for a primary term of five (5) years, will reserve a one-eighth (1/8th) royalty to the Lessor, and will provide for annual delay rentals of \$2.00 per acre.

All such Leases 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.

Laura B. Bahr-Frew
Minerals Administrator
555 North Cotner Blvd.
Lincoln, NE 68505
Telephone: 402/471-2014
www.belf.nebraska.gov

BOARD OF EDUCATIONAL LANDS AND FUNDS


Richard R. Endacott, CEO/Executive Secretary

SALE RESULTS

NOTICE OF SALE OF OIL AND GAS LEASES

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<u>TRACT</u>	<u>DESCRIPTION</u>	<u>SEC/TWP/RGE</u>	<u>ACRES</u>	<u>COUNTY</u>
1.	All HIGH BID: \$3.00 per acre by DUSTY SANDERSON	16-17-58	640	BANNER
2.	All HIGH BID: \$2.00 per acre by GREG R. THOME	16-07-37	640	CHASE
3.	All HIGH BID: \$2.00 per acre by GREG R. THOME	16-08-37	640	CHASE
4.	All HIGH BID: \$2.00 per acre by GREG R. THOME	36-08-37	640	CHASE
5.	All HIGH BID: \$2.00 per acre by GREG R. THOME	36-08-38	640	CHASE
6.	All HIGH BID: \$15.00 per acre by T-K PRODUCTION COMPANY	16-13-54	640	KIMBALL
7.	All HIGH BID: \$3.00 per acre by T-K PRODUCTION COMPANY	16-12-58	640	KIMBALL
8.	SE ¹ / ₄ NE ¹ / ₄ , W ¹ / ₂ SE ¹ / ₄ , NE ¹ / ₄ NE ¹ / ₄ SE ¹ / ₄ , SW ¹ / ₄ NE ¹ / ₄ SE ¹ / ₄ , W ¹ / ₂ SE ¹ / ₄ SE ¹ / ₄ HIGH BID: \$2.00 per acre by KODIAK PETROLEUM, INC.	16-03-27	160	RED WILLOW
9.	W ¹ / ₂ NE ¹ / ₄ , W ¹ / ₂ & NW ¹ / ₄ SE ¹ / ₄ HIGH BID: \$2.00 per acre by KODIAK PETROLEUM, INC.	36-05-23	440	GOSPER
10.	All HIGH BID: \$2.00 per acre by GREG R. THOME	16-13-36	640	KEITH
11.	All HIGH BID: \$2.00 per acre by GREG R. THOME	36-13-36	640	KEITH
12.	All HIGH BID: \$2.00 per acre by GREG R. THOME	16-09-36	636.2	PERKINS
13.	All HIGH BID: \$2.00 per acre by GREG R. THOME	16-10-36	648.16	PERKINS
14.	All HIGH BID: \$2.00 per acre by GREG R. THOME	36-09-37	640	PERKINS

See NOTICE OF SALE OF OIL AND GAS LEASES for the terms of sale.

AMOUNT RECEIVED: \$ 26,168.72
TOTAL ACRES SOLD: 8,284.36
AVERAGE PER ACRE: \$ 3.16

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555 North Cotner Blvd.
Lincoln, NE 68505
Telephone: 402/471-2014



Laura B. Bahr-Frew, Minerals Administrator