

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 1st day of May, 2012, 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.	The bed of the Republican River to the ordinary high-water mark as it lies in Sections 19 &	30-01-37	59.34	DUNDY
2.	All	16-04-37	640	DUNDY
3.	All	36-04-37	640	DUNDY
4.	The bed of the Republican River to the ordinary high-water mark as it lies in Sections 23 &	24-01-38	61.01	DUNDY
5.	The bed of the Republican River to the ordinary high-water mark as it lies in Sections 25 &	26-01-38	49.88	DUNDY
6.	All	16-16-46	640	GARDEN
7.	All	16-17-46	640	GARDEN
8.	All	16-04-31	640	HITCHCOCK
9.	All	16-03-32	640	HITCHCOCK
10.	All	16-04-32	640	HITCHCOCK
11.	All	36-04-32	640	HITCHCOCK
12.	All except 10.82 acres of RR ROW	16-04-33	629.18	HITCHCOCK
13.	E2	36-04-34	320	HITCHCOCK
14.	All	16-02-26	640	RED WILLOW
15.	W2 & SE4	16-02-27	480	RED WILLOW
16.	W2	36-02-27	320	RED WILLOW
17.	NE4 & W2	16-01-28	480	RED WILLOW
18.	All	16-02-28	640	RED WILLOW
19.	All	36-02-29	640	RED WILLOW

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 tract 1 (Dundy County 19 & 30-01-37), Lessor neither warrants nor agrees to defend title to the leased premises, except that all royalty payments will be returned to Lessee, without interest, in the event Lessor does not have a lawful right to lease the leased premises for oil and gas exploration and production. No rent or bonus payments will be returned under any circumstances.

With respect to tract 4 (Dundy County 23 & 24-01-38), Lessor neither warrants nor agrees to defend title to the leased premises, except that all royalty payments will be returned to Lessee, without interest, in the event Lessor does not have a lawful right to lease the leased premises for oil and gas exploration and production. No rent or bonus payments will be returned under any circumstances.

With respect to tract 5 (Dundy County 25 & 26-01-38), Lessor neither warrants nor agrees to defend title to the leased premises, except that all royalty payments will be returned to Lessee, without interest, in the event Lessor does not have a lawful right to lease the leased premises for oil and gas exploration and production. No rent or bonus payments will be returned under any circumstances.

With respect to tract 15 (Red Willow County 16-02-27), Lessor neither warrants nor agrees to defend title to the E2SE4, 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.

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: 402/471-2014
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

The Board of Educational Lands and Funds of the State of Nebraska (the Board or Lessor) offered for sale at Public Auction, in the office of the Board, 555 North Cotner Boulevard, Lincoln, Nebraska, on the 1st day of May, 2012, at 10:00 o'clock a.m. local time, Oil And Gas Leases covering the following described lands, to wit:

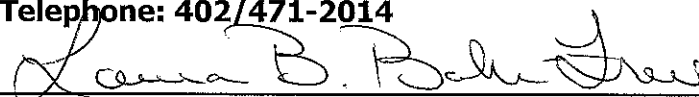
<u>TRACT</u>	<u>DESCRIPTION</u>	<u>SEC/TWP/RGE</u>	<u>ACRES</u>	<u>COUNTY</u>
1.	The bed of the Republican River to the ordinary high-water mark as it lies in Sections 19 & 30-01-37 HIGH BID: \$8.00 per acre by BEREXCO LLC	30-01-37	59.34	DUNDY
2.	All HIGH BID: \$36.00 per acre by Credo Petroleum Corporation	16-04-37	640	DUNDY
3.	All HIGH BID: \$26.00 per acre by Credo Petroleum Corporation	36-04-37	640	DUNDY
4.	The bed of the Republican River to the ordinary high-water mark as it lies in Sections 23 & 24-01-38 HIGH BID: \$2.00 per acre by BEREXCO LLC	24-01-38	61.01	DUNDY
5.	The bed of the Republican River to the ordinary high-water mark as it lies in Sections 25 & 26-01-38 HIGH BID: \$11.00 per acre by BEREXCO LLC	26-01-38	49.88	DUNDY
6.	All HIGH BID: \$2.00 per acre by EARTHSTONE ENERGY, INC.	16-16-46	640	GARDEN
7.	All HIGH BID: \$2.00 per acre by EARTHSTONE ENERGY, INC.	16-17-46	640	GARDEN
8.	All HIGH BID: \$43.00 per acre by HANNA OIL AND GAS COMPANY	16-04-31	640	HITCHCOCK
9.	All HIGH BID: \$65.00 per acre by HOP Energies, LLC	16-03-32	640	HITCHCOCK
10.	All HIGH BID: \$30.00 per acre by HOP Energies, LLC	16-04-32	640	HITCHCOCK
11.	All HIGH BID: \$30.00 per acre by HOP Energies, LLC	36-04-32	640	HITCHCOCK

12.	All except 10.82 acres of RR ROW	16-04-33	629.18	HITCHCOCK
	HIGH BID: \$30.00 per acre by HOP Energies, LLC			
13.	E2	36-04-34	320	HITCHCOCK
	HIGH BID: \$55.00 per acre by HOP Energies, LLC			
14.	All	16-02-26	640	RED WILLOW
	HIGH BID: \$55.00 per acre by HOP Energies, LLC			
15.	W2 & SE4	16-02-27	480	RED WILLOW
	HIGH BID: \$65.00 per acre by HOP Energies, LLC			
16.	W2	36-02-27	320	RED WILLOW
	HIGH BID: \$75.00 per acre by HOP Energies, LLC			
17.	NE4 & W2	16-01-28	480	RED WILLOW
	HIGH BID: \$40.00 per acre by SHORTTRIP HOLDINGS, LLC			
18.	All	16-02-28	640	RED WILLOW
	HIGH BID: \$55.00 per acre by HOP Energies, LLC			
19.	All	36-02-29	640	RED WILLOW
	HIGH BID: \$55.00 per acre by HOP Energies, LLC			

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

AMOUNT RECEIVED: \$ 367,380.82
TOTAL ACRES SOLD: 9,439.41
AVERAGE PER ACRE: \$ 38.92

BOARD OF EDUCATIONAL LANDS AND FUNDS
555 North Cotner Blvd.
Lincoln, NE 68505
Telephone: 402/471-2014



Laura B. Bahr-Frew, Minerals Administrator