

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 21st day of October, 2003, at 10:00 o'clock a.m. local time, Oil And Gas Leases covering the following described land, to wit:

<u>TRACT</u>	<u>DESCRIPTION</u>	<u>SEC/TWP/RGE</u>	<u>ACRES</u>	<u>COUNTY</u>
1.	All	36-05-40	640	CHASE
2.	All	16-05-41	640	CHASE
3.	All	16-01-36	640	DUNDY
4.	All	16-03-37	640	DUNDY
5.	All	16-02-38	640	DUNDY
6.	All	16-02-41	646.48	DUNDY
7.	All except the SW <sup>1</sup> / <sub>4</sub> SW <sup>1</sup> / <sub>4</sub>	36-02-41	608.46	DUNDY
8.	All	16-03-41	646.68	DUNDY
9.	All	36-03-41	644.24	DUNDY
10.	All	16-04-41	639.48	DUNDY
11.	All	36-02-42	634.24	DUNDY
12.	All	36-03-42	643.92	DUNDY
13.	All	16-11-39	640	PERKINS
14.	All	36-11-39	640	PERKINS
15.	All	36-12-39	640	PERKINS
16.	All	16-10-40	640	PERKINS
17.	All	36-10-40	640	PERKINS
18.	All	16-11-40	671.60	PERKINS
19.	N <sup>1</sup> / <sub>2</sub>	23-11-40	315.93	PERKINS
20.	All	36-11-40	631.45	PERKINS
21.	All	36-12-40	640	PERKINS
22.	All	16-11-41	635	PERKINS
23.	All	36-11-41	649.28	PERKINS
24.	All	36-12-41	640	PERKINS

Each tract is offered and the Lease for each tract will be issued for the acreage indicated, which may be either 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 7, the Board neither warrants nor agrees to defend title to the North 20 feet thereof (the county road right-of-way) except that all royalty payments applicable thereto will be returned to Lessee, without interest, in the event the Board 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.

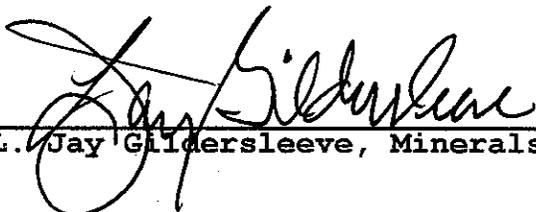
In Chase and Dundy Counties (tracts 1-12), these Leases will be for a primary term of five (5) years, will reserve a one-sixth (1/6th) royalty to the Lessor, and will provide for annual delay rentals of \$2.00 per acre. In Perkins County (tracts 13-24), such Leases will be for a primary term of five (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

BOARD OF EDUCATIONAL LANDS AND FUNDS

  
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L. Jay Gildersleeve, Minerals Director

# 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 21st day of October, 2003, at 10:00 o'clock a.m. local time, Oil And Gas Leases covering the following described land, to wit:

<u>TRACT</u>	<u>DESCRIPTION</u>	<u>SEC/TWP/RGE</u>	<u>ACRES</u>	<u>COUNTY</u>
1.	All HIGH BID: \$14.00 per acre by TERRANCE M. WOOD	36-05-40	640	CHASE
2.	All HIGH BID: \$11.00 per acre by APOLLO ENERGY, LLC	16-05-41	640	CHASE
3.	All HIGH BID: \$29.00 per acre by CENTRAL OPERATING INC.	16-01-36	640	DUNDY
4.	All HIGH BID: \$2.00 per acre by T A INVESTORS, LLC	16-03-37	640	DUNDY
5.	All HIGH BID: \$8.00 per acre by SPIRAL ENERGY CORP.	16-02-38	640	DUNDY
6.	All HIGH BID: \$8.00 per acre by CLARK D. CRAWFORD	16-02-41	646.48	DUNDY
7.	All except the SW <sup>1</sup> / <sub>4</sub> SW <sup>1</sup> / <sub>4</sub> HIGH BID: \$10.00 per acre by CLARK D. CRAWFORD	36-02-41	608.46	DUNDY
8.	All HIGH BID: \$38.00 per acre by CLARK D. CRAWFORD	16-03-41	646.68	DUNDY
9.	All HIGH BID: \$12.00 per acre by CLARK D. CRAWFORD	36-03-41	644.24	DUNDY
10.	All HIGH BID: \$73.00 per acre by APOLLO ENERGY, LLC	16-04-41	639.48	DUNDY
11.	All HIGH BID: \$14.00 per acre by CLARK D. CRAWFORD	36-02-42	634.24	DUNDY
12.	All HIGH BID: \$16.00 per acre by CLARK D. CRAWFORD	36-03-42	643.92	DUNDY

13.	All	16-11-39	640	PERKINS
	HIGH BID: \$25.00 per acre by APOLLO ENERGY, LLC			
14.	All	36-11-39	640	PERKINS
	HIGH BID: \$25.00 per acre by APOLLO ENERGY, LLC			
15.	All	36-12-39	640	PERKINS
	HIGH BID: \$22.00 per acre by LANCE OIL & GAS COMPANY, INC.			
16.	All	16-10-40	640	PERKINS
	HIGH BID: \$24.00 per acre by LANCE OIL & GAS COMPANY, INC.			
17.	All	36-10-40	640	PERKINS
	HIGH BID: \$18.00 per acre by APOLLO ENERGY, LLC			
18.	All	16-11-40	671.60	PERKINS
	HIGH BID: \$25.00 per acre by APOLLO ENERGY, LLC			
19.	N <sub>2</sub>	23-11-40	315.93	PERKINS
	HIGH BID: \$25.00 per acre by APOLLO ENERGY, LLC			
20.	All	36-11-40	631.45	PERKINS
	HIGH BID: \$25.00 per acre by APOLLO ENERGY, LLC			
21.	All	36-12-40	640	PERKINS
	HIGH BID: \$8.00 per acre by APOLLO ENERGY, LLC			
22.	All	16-11-41	635	PERKINS
	HIGH BID: \$25.00 per acre by APOLLO ENERGY, LLC			
23.	All	36-11-41	649.28	PERKINS
	HIGH BID: \$20.00 per acre by LANCE OIL & GAS COMPANY, INC.			
24.	All	36-12-41	640	PERKINS
	HIGH BID: \$20.00 per acre by LANCE OIL & GAS COMPANY, INC.			

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

AMOUNT RECEIVED: \$310,600.38  
TOTAL ACRES SOLD: 15,046.76  
AVERAGE PER ACRE: \$20.64

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Laura B. Bahr-Frew, Minerals Administrator