

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 25th day of October, 2011, 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	36-01-36	640	DUNDY
2.	All	16-03-36	640	DUNDY
3.	All	16-01-24	640	FURNAS
4.	S2 & NW4	36-02-25	480	FURNAS
5.	All	36-01-31	585.06	HITCHCOCK
6.	All	16-01-32	586.77	HITCHCOCK
7.	All	36-01-32	585.14	HITCHCOCK
8.	All	36-03-32	643.44	HITCHCOCK
9.	All	16-01-33	640	HITCHCOCK
10.	All	36-01-33	640	HITCHCOCK
11.	All	36-02-33	640	HITCHCOCK
12.	The NW ¹ / ₄ NW ¹ / ₄ except the North 924 feet of the West 660 feet thereof; the SW ¹ / ₄ NW ¹ / ₄ except the RR ROW of 0.55 acres in the southeast corner thereof; all of the E ¹ / ₂ NW ¹ / ₄ lying North of the RR ROW; the W ¹ / ₂ NE ¹ / ₄ except the RR ROW of 11.36 acres; the NE ¹ / ₄ NE ¹ / ₄ except the RR ROW of 3.34 acres; and all that part of the SE ¹ / ₄ NE ¹ / ₄ lying North of the RR ROW			
		36-03-33	235.41	HITCHCOCK
13.	All	16-29-53	640	SIOUX
14.	All	36-29-53	640	SIOUX
15.	All	16-29-54	640	SIOUX
16.	All	35-29-54	640	SIOUX
17.	All	36-29-54	640	SIOUX
18.	All	36-30-54	640	SIOUX
19.	All	16-30-55	640	SIOUX
20.	All	36-30-55	640	SIOUX
21.	All	16-30-56	640	SIOUX
22.	All	36-30-56	640	SIOUX
23.	All	16-31-56	640	SIOUX
24.	All	36-31-56	640	SIOUX
25.	All	36-32-56	640	SIOUX

26.	All	16-30-57	640	SIOUX
27.	All	36-30-57	640	SIOUX
28.	All except SW4SW4	36-31-57	600	SIOUX
29.	All	36-32-57	640	SIOUX

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 3 (Furnas County 16-01-24), Lessor neither warrants nor agrees to defend title to the NW4, 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 25th day of October, 2011, 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 HIGH BID: \$8.00 per acre by Murfin Drilling Company, Inc.	36-01-36	640	DUNDY
2.	All HIGH BID: \$43.00 per acre by Credo Petroleum Corporation	16-03-36	640	DUNDY
3.	All HIGH BID: \$8.00 per acre by Murfin Drilling Company, Inc.	16-01-24	640	FURNAS
4.	S2 & NW4 HIGH BID: \$12.00 per acre by Murfin Drilling Company, Inc.	36-02-25	480	FURNAS
5.	All HIGH BID: \$15.00 per acre by HOP Energies, LLC	36-01-31	585.06	HITCHCOCK
6.	All HIGH BID: \$8.00 per acre by Murfin Drilling Company, Inc.	16-01-32	586.77	HITCHCOCK
7.	All HIGH BID: \$56.00 per acre by Murfin Drilling Company, Inc.	36-01-32	585.14	HITCHCOCK
8.	All HIGH BID: \$56.00 per acre by HOP Energies, LLC	36-03-32	643.44	HITCHCOCK
9.	All HIGH BID: \$42.00 per acre by Murfin Drilling Company, Inc.	16-01-33	640	HITCHCOCK
10.	All HIGH BID: \$43.00 per acre by Murfin Drilling Company, Inc.	36-01-33	640	HITCHCOCK
11.	All HIGH BID: \$46.00 per acre by Murfin Drilling Company, Inc.	36-02-33	640	HITCHCOCK
12.	The NW ¹ / ₄ NW ¹ / ₄ except the North 924 feet of the West 660 feet thereof; the SW ¹ / ₄ NW ¹ / ₄ except the RR ROW of 0.55 acres in the southeast corner thereof; all of the E ¹ / ₂ NW ¹ / ₄ lying North of the RR ROW; the W ¹ / ₂ NE ¹ / ₄ except the RR ROW of 11.36 acres; the NE ¹ / ₄ NE ¹ / ₄ except the RR ROW of 3.34 acres; and all that part of the SE ¹ / ₄ NE ¹ / ₄ lying North of the RR ROW	36-03-33	235.41	HITCHCOCK
	HIGH BID: \$45.00 per acre by Murfin Drilling Company, Inc.			
13.	All HIGH BID: \$2.00 per acre by Josh & LeAnne Skavdahl	16-29-53	640	SIOUX
14.	All HIGH BID: \$2.00 per acre by Josh & LeAnne Skavdahl	36-29-53	640	SIOUX
15.	All HIGH BID: \$2.00 per acre by Paul G. & Sandra L. Hamaker	16-29-54	640	SIOUX
16.	All HIGH BID: \$2.00 per acre by Josh & LeAnne Skavdahl	35-29-54	640	SIOUX

17.	All	36-29-54	640	SIOUX
	HIGH BID: \$2.00 per acre by Josh & LeAnne Skavdahl			
18.	All	36-30-54	640	SIOUX
	HIGH BID: \$2.00 per acre by Josh & LeAnne Skavdahl			
19.	All	16-30-55	640	SIOUX
	HIGH BID: \$2.00 per acre by Josh & LeAnne Skavdahl			
20.	All	36-30-55	640	SIOUX
	HIGH BID: \$2.00 per acre by J Bar L Inc.			
21.	All	16-30-56	640	SIOUX
	HIGH BID: \$2.00 per acre by Nebraska Alliance Resources LLC			
22.	All	36-30-56	640	SIOUX
	HIGH BID: \$2.00 per acre by Nebraska Alliance Resources LLC			
23.	All	16-31-56	640	SIOUX
	HIGH BID: \$2.00 per acre by Nebraska Alliance Resources LLC			
24.	All	36-31-56	640	SIOUX
	HIGH BID: \$2.00 per acre by Nebraska Alliance Resources LLC			
25.	All	36-32-56	640	SIOUX
	HIGH BID: \$2.00 per acre by Nebraska Alliance Resources LLC			
26.	All	16-30-57	640	SIOUX
	HIGH BID: \$2.00 per acre by Nebraska Alliance Resources LLC			
27.	All	36-30-57	640	SIOUX
	HIGH BID: \$2.00 per acre by Nebraska Alliance Resources LLC			
28.	All except SW4SW4	36-31-57	600	SIOUX
	HIGH BID: \$3.00 per acre by Nebraska Alliance Resources LLC			
29.	All	36-32-57	640	SIOUX
	HIGH BID: \$2.00 per acre by Nebraska Alliance Resources LLC			

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

AMOUNT RECEIVED: \$ 242,503.99
TOTAL ACRES SOLD: 17,795.82
AVERAGE PER ACRE: \$ 13.63

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



Laura B. Bahr-Frew, Minerals Administrator