

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 30th day of October, 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.	All	16-07-37	640	CHASE
2.	All	16-15-47	640	CHEYENNE
3.	All	36-15-47	640	CHEYENNE
4.	All	36-16-49	640	CHEYENNE
5.	N2	02-12-52	320	CHEYENNE
6.	All	36-13-52	640	CHEYENNE
7.	All	16-04-36	640	DUNDY
8.	All	36-04-36	640	DUNDY
9.	All	16-16-44	640	GARDEN
10.	All	36-16-44	640	GARDEN
11.	All	16-17-44	640	GARDEN
12.	All	16-15-45	640	GARDEN
13.	All	36-15-45	640	GARDEN
14.	A tract of land located in the South Half of the South Half of Sec. 09 , T16N, R45W, described as follows: Beginning at the Southwest Corner of said Section 9, thence East along the South line of said Section 9 a distance of 5,237.8 feet, more or less, to the Southeast Corner of said Section 9, thence North along the East line of said Section 9 a distance of 375 feet, thence Southwesterly a distance of 5,249.9 feet, more or less, to the point of beginning, containing 21.46 acres, more or less.			
		09-16-45	21.46	GARDEN
15.	All	16-16-45	630.59	GARDEN
16.	All	36-16-45	640	GARDEN
17.	Lots 4, 5, 6, 7 & SW4SW4	16-17-45	185.6	GARDEN
18.	All	36-17-45	640	GARDEN
19.	All	16-15-46	640	GARDEN
20.	All	36-15-46	640	GARDEN
21.	All	36-16-46	640	GARDEN
22.	All	16-05-31	640	HAYES
23.	All	36-06-31	640	HAYES
24.	All	16-06-33	640	HAYES

25.	All exc. SW4SE4	16-07-33	600	HAYES
26.	All	36-08-34	640	HAYES
27.	All	36-08-35	640	HAYES
28.	All	16-17-49	640	MORRILL
29.	W2E2	16-04-27	160	RED WILLOW
30.	All	36-01-28	640	RED WILLOW
31.	All	15-28-53	640	SIoux
32.	All	16-28-53	640	SIoux
33.	All	17-28-53	640	SIoux
34.	All	36-28-53	640	SIoux
35.	All	16-30-54	640	SIoux
36.	All	16-31-55	640	SIoux
37.	All	36-31-55	640	SIoux
38.	All	16-33-55	640	SIoux
39.	All	16-34-55	640	SIoux
40.	All	36-35-55	640	SIoux
41.	N2, W2SW4 & E2SE4	16-33-56	480	SIoux
42.	All	16-34-56	640	SIoux
43.	All	36-34-56	640	SIoux
44.	All	36-35-56	640	SIoux
45.	All	16-31-57	640	SIoux
46.	All	16-32-57	640	SIoux
47.	All	16-33-57	640.48	SIoux
48.	All	16-34-57	653.6	SIoux
49.	All	36-34-57	640	SIoux
50.	All	36-35-57	640	SIoux
51.	All	16-06-30	640	FRONTIER
52.	All	36-07-30	640	FRONTIER
53.	All	16-09-27	626.58	LINCOLN
54.	All	16-09-32	640	LINCOLN
55.	All	16-09-34	640	LINCOLN
56.	All	16-10-34	640	LINCOLN

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 14 (Garden County 09-16-45), Lessor's right to lease the land is based on the Lessor's claim of adverse possession as set out in the Affidavit dated July 18, 2012, therefore, Lessor neither warrants nor agrees to defend title to the leased premises, except that all royalty payments applicable thereto will be returned to the Lessee, without interest, in the event the 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 17 (Garden County 16-17-45), Lessor neither warrants nor agrees to defend title to Lots 4, 5, 6 & 7, 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.

With respect to tract 36 (Sioux County 16-31-55), Lessor neither warrants nor agrees to defend title to the 14.22 acres of RR ROW, 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.

With respect to tract 37 (Sioux County 36-31-55), Lessor neither warrants nor agrees to defend title to the 8.29 acres of RR ROW, 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.

With respect to tract 45 (Sioux County 16-31-57), Lessor neither warrants nor agrees to defend title to the 5.77 acres of RR ROW, 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.

With respect to tract 51 (Frontier County 16-06-30), 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 56 (Lincoln County 16-10-34), Lessor neither warrants nor agrees to defend title to the 24.84 acres of RR ROW, 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 Chase, Cheyenne, Dundy, Garden, Hayes, Morrill, Red Willow and Sioux Counties (tracts 1-50), 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 Frontier and Lincoln Counties (tracts 51-56), 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. 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 30th day of October, 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.	All HIGH BID: \$6.00 per acre by ACKMAN ENERGY LLC	16-07-37	640	CHASE
2.	All HIGH BID: \$21.00 per acre by OSAGE LAND COMPANY	16-15-47	640	CHEYENNE
3.	All HIGH BID: \$21.00 per acre by OSAGE LAND COMPANY	36-15-47	640	CHEYENNE
4.	All HIGH BID: \$35.00 per acre by OSAGE LAND COMPANY	36-16-49	640	CHEYENNE
5.	N2 HIGH BID: \$400.00 per acre by LINCOLN OIL & GAS, LLC	02-12-52	320	CHEYENNE
6.	All HIGH BID: \$405.00 per acre by LINCOLN OIL & GAS, LLC	36-13-52	640	CHEYENNE
7.	All HIGH BID: \$225.00 per acre by HOP ENERGIES, LLC	16-04-36	640	DUNDY
8.	All HIGH BID: \$237.00 per acre by HOP ENERGIES, LLC	36-04-36	640	DUNDY
9.	All HIGH BID: \$6.00 per acre by EARTHSTONE ENERGY, INC.	16-16-44	640	GARDEN
10.	All HIGH BID: \$5.00 per acre by EARTHSTONE ENERGY, INC.	36-16-44	640	GARDEN
11.	All HIGH BID: \$5.00 per acre by EARTHSTONE ENERGY, INC.	16-17-44	640	GARDEN
12.	All HIGH BID: \$8.00 per acre by EARTHSTONE ENERGY, INC.	16-15-45	640	GARDEN
13.	All HIGH BID: \$8.00 per acre by EARTHSTONE ENERGY, INC.	36-15-45	640	GARDEN

14. **A tract of land located in the South Half of the South Half of Sec. 09 , T16N, R45W, described as follows: Beginning at the Southwest Corner of said Section 9, thence East along the South line of said Section 9 a distance of 5,237.8 feet, more or less, to the Southeast Corner of said Section 9, thence North along the East line of said Section 9 a distance of 375 feet, thence Southwesterly a distance of 5,249.9 feet, more or less, to the point of beginning, containing 21.46 acres, more or less.**

		09-16-45	21.46	GARDEN
		HIGH BID: \$2.00 per acre by EARTHSTONE ENERGY, INC.		
15.	All	16-16-45	630.59	GARDEN
		HIGH BID: \$6.00 per acre by EARTHSTONE ENERGY, INC.		
16.	All	36-16-45	640	GARDEN
		HIGH BID: \$6.00 per acre by EARTHSTONE ENERGY, INC.		
17.	Lots 4, 5, 6, 7 & SW4SW4	16-17-45	185.6	GARDEN
		HIGH BID: \$2.00 per acre by EARTHSTONE ENERGY, INC.		
18.	All	36-17-45	640	GARDEN
		HIGH BID: \$6.00 per acre by EARTHSTONE ENERGY, INC.		
19.	All	16-15-46	640	GARDEN
		HIGH BID: \$4.00 per acre by EARTHSTONE ENERGY, INC.		
20.	All	36-15-46	640	GARDEN
		HIGH BID: \$8.00 per acre by EARTHSTONE ENERGY, INC.		
21.	All	36-16-46	640	GARDEN
		HIGH BID: \$5.00 per acre by EARTHSTONE ENERGY, INC.		
22.	All	16-05-31	640	HAYES
		HIGH BID: \$110.00 per acre by SYNERGY RESOURCES CORPORATION		
23.	All	36-06-31	640	HAYES
		HIGH BID: \$110.00 per acre by SYNERGY RESOURCES CORPORATION		
24.	All	16-06-33	640	HAYES
		HIGH BID: \$40.00 per acre by SYNERGY RESOURCES CORPORATION		
25.	All exc. SW4SE4	16-07-33	600	HAYES
		HIGH BID: \$20.00 per acre by SYNERGY RESOURCES CORPORATION		
26.	All	36-08-34	640	HAYES
		HIGH BID: \$100.00 per acre by SYNERGY RESOURCES CORPORATION		
27.	All	36-08-35	640	HAYES
		HIGH BID: \$75.00 per acre by SYNERGY RESOURCES CORPORATION		

28.	All	16-17-49	640	MORRILL
	HIGH BID: \$12.00 per acre by WHITE EAGLE EXPLORATION, INC.			
29.	W2E2	16-04-27	160	RED WILLOW
	HIGH BID: \$110.00 per acre by ACKMAN ENERGY LLC			
30.	All	36-01-28	640	RED WILLOW
	HIGH BID: \$275.00 per acre by SYNERGY RESOURCES CORPORATION			
31.	All	15-28-53	640	SIOUX
	HIGH BID: \$2.00 per acre by JOSH & LEANNE SKAVDAHL			
32.	All	16-28-53	640	SIOUX
	HIGH BID: \$2.00 per acre by PAUL G. & SANDRA L. HAMAKER			
33.	All	17-28-53	640	SIOUX
	HIGH BID: \$2.00 per acre by PAUL G. & SANDRA L. HAMAKER			
34.	All	36-28-53	640	SIOUX
	HIGH BID: \$2.00 per acre by JOSH & LEANNE SKAVDAHL			
35.	All	16-30-54	640	SIOUX
	HIGH BID: \$2.00 per acre by JOSH & LEANNE SKAVDAHL			
36.	All	16-31-55	640	SIOUX
	HIGH BID: \$2.00 per acre by JOSH & LEANNE SKAVDAHL			
37.	All	36-31-55	640	SIOUX
	HIGH BID: \$2.00 per acre by JOSH & LEANNE SKAVDAHL			
38.	All	16-33-55	640	SIOUX
	HIGH BID: \$2.00 per acre by JOSH & LEANNE SKAVDAHL			
39.	All	16-34-55	640	SIOUX
	HIGH BID: \$3.00 per acre by J. FRED HAMBRIGHT, INC.			
40.	All	36-35-55	640	SIOUX
	HIGH BID: \$3.00 per acre by J. FRED HAMBRIGHT, INC.			
41.	N2, W2SW4 & E2SE4	16-33-56	480	SIOUX
	HIGH BID: \$3.00 per acre by J. FRED HAMBRIGHT, INC.			
42.	All	16-34-56	640	SIOUX
	HIGH BID: \$2.00 per acre by J. FRED HAMBRIGHT, INC.			
43.	All	36-34-56	640	SIOUX
	HIGH BID: \$3.00 per acre by J. FRED HAMBRIGHT, INC.			
44.	All	36-35-56	640	SIOUX
	HIGH BID: \$2.00 per acre by J. FRED HAMBRIGHT, INC.			

45.	All	16-31-57	640	SIOUX
	HIGH BID: \$2.00 per acre by JOSH & LEANNE SKAVDAHL			
46.	All	16-32-57	640	SIOUX
	HIGH BID: \$2.00 per acre by JOSH & LEANNE SKAVDAHL			
47.	All	16-33-57	640.48	SIOUX
	HIGH BID: \$2.00 per acre by JOSH & LEANNE SKAVDAHL			
48.	All	16-34-57	653.6	SIOUX
	HIGH BID: \$2.00 per acre by J. FRED HAMBRIGHT, INC.			
49.	All	36-34-57	640	SIOUX
	HIGH BID: \$3.00 per acre by J. FRED HAMBRIGHT, INC.			
50.	All	36-35-57	640	SIOUX
	HIGH BID: \$2.00 per acre by J. FRED HAMBRIGHT, INC.			
51.	All	16-06-30	640	FRONTIER
	HIGH BID: \$5.00 per acre by ACKMAN ENERGY LLC			
52.	All	36-07-30	640	FRONTIER
	HIGH BID: \$2.00 per acre by ACKMAN ENERGY LLC			
53.	All	16-09-27	626.58	LINCOLN
	HIGH BID: \$2.00 per acre by ACKMAN ENERGY LLC			
54.	All	16-09-32	640	LINCOLN
	HIGH BID: \$2.00 per acre by ACKMAN ENERGY LLC			
55.	All	16-09-34	640	LINCOLN
	HIGH BID: \$15.00 per acre by ACKMAN ENERGY LLC			
56.	All	16-10-34	640	LINCOLN
	HIGH BID: \$2.00 per acre by ACKMAN ENERGY LLC			

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

AMOUNT RECEIVED: \$ 1,317,158.98
TOTAL ACRES SOLD: 33,758.31
AVERAGE PER ACRE: \$ 39.02

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


Laura B. Bahr-Frew, Minerals Administrator