

FEDERAL ABSTRACT COMPANY

STATE *** FEDERAL *** INDIAN LANDS
POST OFFICE BOX 2288 SANTA FE, NEW MEXICO 87504-2288
PHONE (505)982-5537 *** FAX (505)982-2584

E-MAIL ADDRESS *** ABSTRACFED@AOL.COM

WEEKLY REPORT OF THE OIL AND GAS LEASING ACTIVITIES IN THE STATE OF NEW MEXICO,
TEXAS, OKLAHOMA AND KANSAS AS TAKEN FROM THE RECORDS IN THE UNITED STATES
DEPARTMENT OF THE INTERIOR, BUREAU OF LAND MANAGEMENT, STATE OFFICE AT SANTA FE,
NEW MEXICO.

Report No. 2595

October 11, 2013 thru October 21, 2013

The following are the results of the Oil and Gas Lease Sale held by the Commissioner of Public Lands
at Santa Fe, New Mexico, Sale held October 15, 2013.

<u>TRACT #</u>	<u>DESCRIPTION</u>	<u>LEASE #</u>	<u>BID AMOUNT</u>	<u>PRICE PER ACRE</u>
VO-S-001	T. 11 S. – R. 27 E. Sec. 3 – Lots 1, 2, 3, 4, S2 (All) Slayton Resources Inc. `Slash Resources Inc.	V-9509	\$6,656.50 \$34, 594.00	\$98.19
VO-S-002	T. 14 S. – R. 28 E. Sec. 13- N2NW Chase Oil Corporation	V-9510	\$4,020.00	\$50.25
VO-S-003	T. 14 S. – R. 29 E. Sec. 17– NW4NW4 Chase Oil Corporation	V-9511	\$2,020.00	\$50.50
VO-S-004	T. 15 S. – R.29 E. Sec. 3- S2NW4, N2SE4 Chase Oil Corporation	V-9512	\$8,020.00	\$50.13
VO-S-005	T. 11 S. – R. 38 E.. Sec. 21 – All Yates Petroleum Corporation Black Mountain Exploration Slash Exploration LP	V-9513	\$11,059.20 \$11,520.00 \$12,500.00	\$19.53
VO-S- 006	T. 11 S. – R. 38 E. Sec. 22- All Black Mountain Exploration Yates Petroleum Corporation `\ Slash Exploration LP	V-9514	\$11,520.00 \$11,577.60 \$12,500.00	\$19.53
VO-S-007	T. 11 S. – R.38 E. Sec. 28 – N2 Black Mountain Exploration Yates Petroleum Corporation `\ Slash Exploration LP	V-9515	\$5,760.00 \$6,137.60 \$7,000.00	\$21.88
VO-S-008	T. 26S. – R. 36 E. Sec. 5 – W2SE4 Slash Exploration LP Featherstone Development Corp. MRC Permian Company Doug J. Schutz	V-9516	\$12, 500.00 \$3,120.00 \$20,491.20 \$22,160.00	\$277.00

TRACT #	DESCRIPTION	LEASE #	BID AMOUNT	PRICE PER ACRE
VO-S-009	T. 16 S. -R. 37 E. Sec. 20- NE4 Doug J. Schutz MRC Permian Company	V-9517	\$57,120.00 \$60,182.40	\$376.14
VB-S-001	T. 17 S – R. 35 E. Sec. 36- W2NW4, SE4NW4 Chase Oil Corporation Featherstone Development Corp. Crown Oil Partners IV, LP Doug J. Schutz	VB-2322	\$6,020.00 \$18,480.00 \$25,195.06 \$27,840.00	\$15.63
VB-S-002	T. 17 S. – R. 36 E. Sec. 20- SE4SW4 Yates Petroleum Corporation Crown Oil Partners IV, LP Doug J. Schutz MRC Permian Company Miles Energy LLC	VB-2323	\$2,314.40 \$4,241.06 \$8,680.00 \$16,000.00 \$28,601.50	\$715.04
VB-S-003	T. 20 N. – R. 28 E. Sec. 25- NW4NW4 Yates Petroleum Corporation Crown Oil Partners IV, LP	VB-2324	\$1,190.40 \$ 8,241.06	\$206.03
VB-S-004	T. 19 S. – R. 37 E. Sec.12-W2NW4 <u>WITH DRAWN</u>			
VB-S-005	T. 19 S. – R. 38 E. Sec. 7 – Lots 3, NE4SW4 <u>WITH DRAWN</u>			
VB-S-006	T. 23 S. – R. 36 E. Sec. 16-SE4SW4, SW4SE4 <u>WITH DRAWN</u>			
VB-S-007	T. 23 S. – R. 37 E. Sec. 2- SE4NE4, SW4NW4 Chase Oil Corporation	VB-2325	\$12,020.00	\$150.25
VO-O-001	T. 11 S. – R. 27 E. Sec. 2- Lots 1, 2, SE4 Slash Exploration LP	V-9518	\$3,000.00	\$16.86
VO-O-002	T. 11 S. – R. 27 E. Sec. 10- NW4 Slash Exploration LP	V-9519	\$20,000.00	\$17.50
VO-O-003	T. 14 S. – R. 28 E. Sec. 20-E2NE4, SE4 Chase Oil Corporation	V-9520	\$1,500.00	\$166.67
VO-O-004	T. 14 S. – R. 28 E. Sec. 21- S2SW4 Chase Oil Corporation	V-9521	\$1,700.00	\$21.25

TRACT #	DESCRIPTION	LEASE #	BID AMOUNT	PRICE PER ACRE
VO-O-005	T. 11 S. – R. 32 E. Sec. 13- E2 Chase Oil Corporation	V-9522	\$14,000.00	\$25.00
VO-O-006	T. 21 S. – R. 25 E. Sec. 16 – W2 Doug J. Schutz	V-9523	\$210,000.00	\$656.25
VO-O-007	T. 21 S. – R.25 E. Sec. 19 – NE4NE4 Doug J. Schutz	V-9524	\$4,000.00	\$100.00
VO-O-008	T. 19 N. – R. 28 E. Sec. 36 – All KHL, INC., A New Mexico Corporation	V-9525	\$10,000.00	\$15.63
VO-O-009	T. 20 N. – R. 28 E. Sec. 3 – Lots 1, 2 KHL, INC., A New Mexico Corporation	V-9526	\$9,500.00	\$112.71
VO-O-010	T. 20 N. – R. 28 E. Sec. 11 – NE4, E2NW4, N2SE4 KHL, INC., A New Mexico Corporation	V-9527	\$15,000.00	\$46.88
VO-O-011	T. 20 N. –R. 28 E. Sec. 12– N2, NW4SW4 KHL, INC., A New Mexico Corporation	V-9528	\$20,000.00	\$55.56
VO-O-012	T. 20 N. – R. 28 E. Sec. 16 –ALL KHL, INC., A New Mexico Corporation	V-9529	\$110,000.00	\$275.00
VO-O-013	T. 18 S. – R. 37 E. Sec. 8– SE4 Yates Petroleum Corporation	V-9530	\$16,500.00	\$25.78
VO-O-014	T. 11 S. – R. 38 E. Sec. 15–ALL Yates Petroleum Corporation	V-9531	\$16,500.00	\$25.78
VO-O-015	T. 11 S. – R. 38 E. Sec. 17–ALL Yates Petroleum Corporation	V-9532	\$16,500.00	\$25.78
VO-O-016	T. 16 S. – R. 34 E. Sec. 24–E2, NW4 Doug J. Schutz	V-9533	\$144,000.00	\$300.00
VO-O-017	T. 16 S. – R. 35 E. Sec. 19–Lots 3, 4, E2, E2SW4 Doug J. Schutz	V-9534	\$144,000.00	\$301.44
VO-O-018	T. 16 S. – R. 37 E. Sec. 19–Lots 1, 2, SW4NE4, SE4NW4 Daniel E. Gonzales	V-9535	\$94,000.00	\$518.68

TRACT #	DESCRIPTION	LEASE #	BID AMOUNT	PRICE PER ACRE
VO-O-019	T. 16 S. – R. 37 E. Sec. 19- Lots 3, 4, E2SW4, SE4 Doug J. Schutz	V-9536	\$178,000.00	\$522.29
VB-O-001	T. 17 S. – R. 36 E. Sec. 20–SE4NE4 MRC Permian Company	VB-2326	\$19,000.00	\$475.00
VB-O-002	T. 18 S. – R. 36 E. Sec. 17–SW4SE4 Crown Oil Partners IV, LP	VB-2327	\$1,700.00	\$42.50
VB-O-003	T. 18 S. – R. 36 E. Sec. 33–N2NW4, SW4NW4 Crown Oil Partners IV, LP	VB-2328	\$106,000.00	\$883.33
VB-O-004	T. 19 S. – R. 37 E. Sec. 14–SW4NE4 Chase Oil Corporation	VB-2329	\$1,000.00	\$25.00
VB-O-005	T. 20 S. – R. 35 E. Sec. 34–N2 Sox Resources Inc.	VB-2330	\$2,080,000.00	\$6,500.00
VB-O-006	T. 25 S. – R. 38 E. Sec. 30–N2NE4 Crown Oil Partners IV, LP	VB-2331	\$1,500.00	\$18.75

*****PLEASE BE ADVISED OF THE FOLLOWING*****

Operators that shut-in wells because of the fire at the Targa Midstream Saunders processing facility should notify Anchor Holm at the NM State Land Office to avoid expiration according to the terms of the lease.

Anchor can be reached at aholm@slo.state.nm.us or 505-827-5759. Also, each operator should report to Anchor at least monthly the status of each well.

If you don't do this we can't distinguish between wells that were shut in because of the fire and wells that are no longer producing for other reasons.

Also, if the wells are shut in for more than 60 days operators will have to pay shut-in royalty fees (just like any other shut-in wells does).

The last we heard was that the plant should be operational again November or December so hopefully we are nearing the end of this situation.

Please refer all questions regarding this matter to Anchor Holm.

Thank you,

Greg

Greg Bloom | Assistant Commissioner for Mineral Resources |

Oil, Gas and Minerals Division | Royalty Management Division |

New Mexico State Land Office | 310 Old Santa Fe Trail | Santa Fe, NM 87501 |

(505) 827- 4489 (Office) | gbloom@slo.state.nm.us | www.nmstatelands.org |