

PUBLIC NOTICE

SALE OF OIL AND GAS LEASES

Office of the Commissioner of Public Lands
P.O. Box 1148
Santa Fe, New Mexico 87504-1148

Public Notice is hereby given pursuant to New Mexico Law 1929, Chapter 125, Section B, as amended, and rules and regulations of the State Land Office, that the Commissioner of Public Lands will hold a sale of oil and gas leases at Morgan Hall, Edward J. Lopez State Land Office Building, Santa Fe, New Mexico, at 9:30 a.m., on February 18, 2014 for the tracts of land herein described. The sale will be held and conducted in accordance with the following terms and conditions:

No bids will be considered for less than the whole of any tract, nor for less than the specified minimum acceptable bid. Separate bids must be made for each tract, and a separate remittance made for each bid.

Sealed bids must be plainly marked, "Oil and Gas Sealed Bid" on the outside of the envelope, along with the date and hour to be opened. Sealed bids may be submitted by mail or otherwise to the Commissioner of Public Lands. All bids submitted will be opened at 9:30 a.m. for the Regular Sale, and at the specified time for the Special Sale on said date. The lease will be awarded to the highest bidder, if the offer made is deemed to be satisfactory.

Sealed bids must be on the proper form issued by the New Mexico State Land Office, complete, and notarized, and must be accompanied by a check, money order, or certified check drawn on a solvent bank. This payment must include the amount bid, plus the application fee of \$30.00.

Each tract on which no sealed bid is received in the Special Sale may then be offered for oral bidding at the public auction, and awarded to the highest bidder.

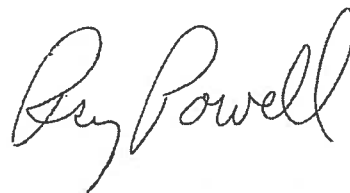
The successful bidder in every case of oral bidding will be required to deposit forthwith, in cash or by check, money order or certified check drawn on a solvent bank, the amount bid, plus the application fee of \$30.00, and to file application in due form before the close of business on said date.

The applications received pursuant hereto will be deemed to have been filed simultaneously. In all cases, leases will be made on the specified Lease Form as set forth in the Sale Notice. Application forms will be furnished upon request. Form 0-00 (formerly No. OG-57) Bid Application, is applicable to all Lease Forms advertised in this Sale Notice.

Disabled individuals who require aids to participate in the Oil & Gas Lease Sale may call (505) 827-5744, e-mail Anise Valdez at avaldez@slo.state.nm.us, or contact Relay New Mexico at (505) 292-0454 or the AT&T Operator Service for TTY at (800) 855-1155.

The State Land Office makes no warranty as to the conditions of the lands. Lessees must comply with all applicable federal and state laws or regulations.

THE COMMISSIONER RESERVES THE RIGHT TO REJECT ANY AND ALL BIDS. ENVELOPES CONTAINING BIDS SHOULD BE MARKED, "OIL AND GAS SEALED BID."



RAY POWELL, M.S., D.V.M.
COMMISSIONER OF PUBLIC LANDS

NOTICE OF SALE

OIL AND GAS LEASES

BY AUTHORITY VESTED IN ME, I, RAY POWELL, COMMISSIONER OF PUBLIC LANDS, WILL OFFER FOR SALE TO THE HIGHEST BIDDER, OIL AND GAS LEASES ON THE TRACTS OF LAND LISTED BELOW, UNDER THE FOLLOWING CONDITIONS:

1. NO BIDS WILL BE CONSIDERED FOR LESS THAN THE MINIMUM ACCEPTABLE BID AS LISTED IN THE SALE NOTICE, PLUS A \$30.00 APPLICATION FEE.
2. EACH BID MUST BE SUBMITTED FOR THE WHOLE OF ANY TRACT HEREIN DESCRIBED.
3. SEPARATE BIDS MUST BE MADE ON EACH TRACT, ACCOMPANIED BY A SEPARATE REMITTANCE.
4. PAYMENT SHALL BE MADE THE DAY OF THE SALE IN CASH, BY CHECK, MONEY ORDER, OR CERTIFIED CHECK ON A SOLVENT BANK.
5. ENVELOPES CONTAINING BIDS SHOULD BE PLAINLY MARKED "OIL AND GAS SEALED BID," GIVING DATE AND TIME OF SALE.
6. IN ALL CASES, LEASES WILL BE ISSUED ON THE APPROPRIATE STATUTORY LEASE FORM AS SET FORTH IN THE SALE NOTICE.
7. APPLICATION FORMS WILL BE MAILED UPON REQUEST. THE APPLICATION FORM MUST ACCOMPANY EACH SEALED BID.
8. ALL MONEY TENDERED BY BIDDERS WILL BE RETURNED IF THEIR BIDS ARE UNSUCCESSFUL.
9. SALE WILL BE HELD IN MORGAN HALL, EDWARD J. LOPEZ STATE LAND OFFICE BUILDING, 310 OLD SANTA FE TRAIL, SANTA FE, NEW MEXICO.
10. THE COMMISSIONER OF PUBLIC LANDS RESERVES THE RIGHT TO REJECT ANY AND ALL BIDS.

RAY POWELL, M.S., D.V.M
COMMISSIONER OF PUBLIC LANDS
SANTA FE, NEW MEXICO

NEW MEXICO STATE LAND OFFICE

LEASE SALE NOTICE

***** SEALED TRACTS *****

Regular Sale - DEADLINE FOR SEALED BIDS IS 9:30 AM - FEBRUARY 18, 2014

NOTE : THE FOLLOWING TRACTS WILL BE OFFERED FOR SEALED BID PURSUANT TO THE NOTICES. LEASES FOR THE FOLLOWING TRACTS WILL BE ISSUED ON SECTION 19-10-4.2 NMSA 1978, DISCOVERY LEASE FORM, FIVE(5) YEAR TERM, 1/6th ROYALTY, AND HAVE BEEN CLASSIFIED AND CATEGORIZED IN COMPLIANCE WITH 19-10-3 NMSA 1978.

TRACT #	COUNTY	SEC TWP RGE	DESCRIPTION	ACRES (MORE OR LESS)	PRIMARY RENTAL	MINIMUM ACCEPTABLE BID
001 VO-001	Chaves	34 10S 27E	W2	320.00	\$0.50	\$5,000.00
002 VO-002	Eddy	36 17S 23E	W2	320.00	\$1.00	\$5,000.00
003 VO-003 (D)	Eddy	36 22S 26E	E2	320.00	\$1.00	\$5,000.00
004 VO-004 (D)	Lea	16 15S 36E	NE4NW4	40.00	\$0.50	\$1,000.00

Regular Sale - DEADLINE FOR SEALED BIDS IS 9:30 AM - FEBRUARY 18, 2014

NOTE : THE FOLLOWING TRACTS WILL BE OFFERED FOR SEALED BID PURSUANT TO THE NOTICES. LEASES FOR THE FOLLOWING TRACTS WILL BE ISSUED ON SECTION 19-10-4.3 NMSA 1978, DEVELOPMENT LEASE FORM, FIVE(5) YEAR TERM, 3/16th ROYALTY, AND HAVE BEEN CLASSIFIED AND CATEGORIZED IN COMPLIANCE WITH 19-10-3 NMSA 1978.

TRACT #	COUNTY	SEC TWP RGE	DESCRIPTION	ACRES (MORE OR LESS)	PRIMARY RENTAL	MINIMUM ACCEPTABLE BID
005 VB-001	Chaves	22 15S 31E	SE4NE4, SE4NW4, SW4SE4	120.00	\$0.50	\$2,000.00
006 VB-002 (E)	Eddy	36 17S 30E	SE4SE4	40.00	\$1.00	\$1,000.00
007 VB-003 (E)	Lea	36 09S 33E	E2NW4	80.00	\$0.50	\$1,500.00
008 VB-004 (D, E)	Lea	17 10S 34E	S2SW4, NE4SE4, S2SE4	200.00	\$0.50	\$3,500.00
009 VB-005 (D)	Lea	02 12S 32E	SE4SE4	40.00	\$0.50	\$1,000.00
010 VB-006 (D)	Lea	26 12S 32E	S2	320.00	\$0.50	\$5,000.00
011 VB-007	Lea	33 14S 34E	NW4	160.00	\$0.50	\$2,500.00
012 VB-008	Lea	06 21S 35E	LOT(S) 11, 12	75.15	\$1.00	\$1,500.00

D: ALL OR PORTION OF SURFACE NON-STATE
 E: SUBJECT TO 3/2012 CONSERVATION AGREEMENT

ALL HIGH BIDS ARE SUBJECT TO APPROVAL BY THE COMMISSIONER OF PUBLIC LANDS

www.nmstatelands.org

***** ORAL TRACTS *****

Regular Sale - ORAL BID FEBRUARY 18, 2014

NOTE : THE FOLLOWING TRACTS WILL BE OFFERED FOR ORAL BID PURSUANT TO THE NOTICES. LEASES FOR THE FOLLOWING TRACTS WILL BE ISSUED ON SECTION 19-10-4.2 NMSA 1978, DISCOVERY LEASE FORM, FIVE(5) YEAR TERM, 1/6th ROYALTY, AND HAVE BEEN CLASSIFIED AND CATEGORIZED IN COMPLIANCE WITH 19-10-3 NMSA 1978.

TRACT #	COUNTY	SEC TWP RGE	DESCRIPTION	ACRES (MORE OR LESS)	PRIMARY RENTAL	MINIMUM ACCEPTABLE BID
013 V0-0-001	Chaves	36 07S 28E	W2	320.00	\$0.50	\$5,000.00
014 V0-0-002	Chaves	05 08S 27E	SW4NW4, NE4SW4	80.00	\$0.50	\$1,500.00
015 V0-0-003	Chaves	01 10S 26E	S2	320.00	\$0.50	\$5,000.00
016 V0-0-004	Chaves	15 10S 27E	W2	320.00	\$0.50	\$5,000.00
017 V0-0-005	Chaves	11 11S 27E	N2NE4, NE4NW4, S2NW4, NW4SW4, SE4SW4, SE4SE4	320.00	\$0.50	\$5,000.00
018 V0-0-006	Chaves	17 14S 28E	SE4SE4	40.00	\$0.50	\$1,000.00
019 V0-0-007 (D)	Eddy	05 16S 27E	W2SW4	80.00	\$1.00	\$1,500.00
020 V0-0-008	Eddy	36 17S 23E	E2	320.00	\$1.00	\$5,000.00
021 V0-0-009	Eddy	05 17S 25E	SW4	160.00	\$1.00	\$2,500.00
022 V0-0-010 (D)	Eddy	03 17S 26E	S2N2	160.00	\$1.00	\$2,500.00
023 V0-0-011	Eddy	36 18S 23E	E2	320.00	\$1.00	\$5,000.00
024 V0-0-012	Eddy	07 21S 23E	SE4SE4	40.00	\$1.00	\$1,000.00
025 V0-0-013	Eddy	07 21S 24E	LOT(S) 1, 2, 3, 4, NW4NE4, SE4NE4, SE4SW4	279.26	\$1.00	\$4,500.00
026 V0-0-014 (D)	Eddy	08 21S 27E	SE4	160.00	\$1.00	\$2,500.00
027 V0-0-015 (D)	Eddy	36 22S 26E	W2	320.00	\$1.00	\$5,000.00
028 V0-0-016	Eddy	02 23S 25E	LOT(S) 1, 2, S2NE4, SE4	320.81	\$1.00	\$5,000.00
029 V0-0-017 (D)	Lea	31 11S 38E	SW4SW4, SE4SE4	80.00	\$0.50	\$1,500.00
030 V0-0-018 (D)	Lea	16 12S 38E	SW4	160.00	\$0.50	\$2,500.00
031 V0-0-019 (D)	Lea	07 13S 36E	LOT(S) 3, 4, E2SW4, SE4	320.45	\$0.50	\$5,000.00
032 V0-0-020	Lea	27 13S 37E	S2NE4, N2SE4	160.00	\$0.50	\$2,500.00
033 V0-0-021	Lea	07 15S 35E	LOT(S) 1	40.34	\$0.50	\$1,000.00
034 V0-0-022 (D)	Lea	19 15S 35E	E2NE4	80.00	\$0.50	\$1,500.00

D: ALL OR PORTION OF SURFACE NON-STATE

ALL HIGH BIDS ARE SUBJECT TO APPROVAL BY THE COMMISSIONER OF PUBLIC LANDS
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Regular Sale - ORAL BID FEBRUARY 18, 2014

NOTE : THE FOLLOWING TRACTS WILL BE OFFERED FOR ORAL BID PURSUANT TO THE NOTICES. LEASES FOR THE FOLLOWING TRACTS WILL BE ISSUED ON SECTION 19-10-4.2 NMSA 1978, DISCOVERY LEASE FORM, FIVE(5) YEAR TERM, 1/6th ROYALTY, AND HAVE BEEN CLASSIFIED AND CATEGORIZED IN COMPLIANCE WITH 19-10-3 NMSA 1978.

TRACT #	COUNTY	SEC TWP RGE	DESCRIPTION	ACRES (MORE OR LESS)	PRIMARY RENTAL	MINIMUM ACCEPTABLE BID
035 V0-0-023 (D)	Lea	15 16S 36E	SE4	160.00	\$1.00	\$2,500.00
036 V0-0-024	Lea	10 19S 36E	E2	320.00	\$1.00	\$5,000.00
037 V0-0-025	Roosevelt	03 06S 34E	LOT(S) 1, 2, 3, 4 (ALL)	182.12	\$0.50	\$3,000.00

Regular Sale - ORAL BID FEBRUARY 18, 2014

NOTE : THE FOLLOWING TRACTS WILL BE OFFERED FOR ORAL BID PURSUANT TO THE NOTICES. LEASES FOR THE FOLLOWING TRACTS WILL BE ISSUED ON SECTION 19-10-4.3 NMSA 1978, DEVELOPMENT LEASE FORM, FIVE(5) YEAR TERM, 3/16th ROYALTY, AND HAVE BEEN CLASSIFIED AND CATEGORIZED IN COMPLIANCE WITH 19-10-3 NMSA 1978.

TRACT #	COUNTY	SEC TWP RGE	DESCRIPTION	ACRES (MORE OR LESS)	PRIMARY RENTAL	MINIMUM ACCEPTABLE BID
038 VB-0-001	Chaves	29 15S 31E	E2NE4	80.00	\$0.50	\$1,500.00
039 VB-0-002	Eddy	14 16S 31E	NW4NW4	40.00	\$1.00	\$1,000.00
040 VB-0-003 (E)	Lea	05 10S 34E	LOT(S) 3, 4, S2NW4, SW4	320.20	\$0.50	\$5,000.00
041 VB-0-004 (D, E)	Lea	22 10S 36E	E2NW4	80.00	\$0.50	\$1,500.00
042 VB-0-005 (D)	Lea	23 12S 32E	SW4NW4, S2SW4	120.00	\$0.50	\$2,000.00
043 VB-0-006	Lea	35 12S 34E	N2	320.00	\$0.50	\$5,000.00
044 VB-0-007 (D)	Lea	26 14S 34E	N2SW4	80.00	\$0.50	\$1,500.00
045 VB-0-008 (D, E)	Lea	15 18S 33E	SW4NE4	40.00	\$1.00	\$1,000.00

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 E: SUBJECT TO 3/2012 CONSERVATION AGREEMENT

ALL HIGH BIDS ARE SUBJECT TO APPROVAL BY THE COMMISSIONER OF PUBLIC LANDS

www.nmstatelands.org

Filling out the Bid Application Form

This guide follows the blanks on the Bid Application Form from top to bottom.

OGRID No. Enter your OGRID number here. If you do not have one, contact Paulette Lucero-Romero at (505) 827-5714 or plucero@slo.state.nm.us.

Name of legal entity or personal name – This is the name in which the lease will be issued; it will be the lessee of record. This can be the name of a company or of an individual.

Mailing address – This is the address of the potential leaseholder.

The following five blanks require information to be recorded exactly as you find in the SLO monthly Oil and Gas Lease Sale Notice. The information includes the tract number in the sale, the name of the county in which it lies, the legal land description describing the tract on which you are bidding, whether it is a regular sale or special sale, and how many acres the tract contains. Note that some of the portions are already filled in, to give you a guide to proper annotation.

EXAMPLE: 001 S12 T13S R28E
 Sealed: V0-001 Description W2NW4, SE4NW4, SW4

Notice the V0 –type lines are different for sealed and oral bids.

The amount of dollars that you enter in the next blank is your bid. Notice that your first year's rental is included in your bid. Your bid on a 320-acre tract may be \$10,000; if the rental rate on that tract is \$1/acre, we will apply \$320 of your \$10,000 to the first year's rental.

The amount of dollars that you enter in the "Total remittance" blank is your bid plus the \$30.00 application fee. In the above example, you would remit \$10,030.

Name of applicant or agent – This blank is for the printed name of either the applicant or the agent of the applicant.

Signature – The form must be signed in the presence of a notary public. The signature here is of the person named in the previous, "printed name" blank.

Acknowledgment section – Your notary public will complete the remainder of the form.

Remember that the bid application and your remittance must be in the Accounting office of the State Land Office before 9:30 a.m. the day of the oil and gas lease sale.

NEW MEXICO STATE LAND OFFICE

BID APPLICATION

FOR A STATE OF NEW MEXICO OIL AND GAS LEASE

OGRID No. _____

TO: Commissioner of Public Lands
 P.O. Box 1148
 Santa Fe, New Mexico 87504-1148

(Please print the name of the legal entity, or, if applying as an individual, the personal name.)

whose address is _____, _____, _____, _____
(mailing address) (city) (state) (zip code)

a corporation qualified to do business in New Mexico, OR a citizen (or eligible to become a citizen) of the United States, over the age of twenty-one years hereby makes application for an oil and gas lease for the exploration, development and production of oil and natural gas thereon, upon the following described

land situated in the County of _____, State of New Mexico, to-wit:

TRACT NUMBER	LAND DESCRIPTION	REGULAR SALE	SPECIAL SALE
0 _____	S _____ T _____ R _____	<input type="checkbox"/>	<input type="checkbox"/>

Sealed: _____ - 0 _____ Description _____

Oral: _____ - 0 - 0 _____

containing _____ acres, more or less.

Tendered herewith as bonus and first year's rental thereon is the sum of \$ _____, plus an application fee of \$30.00;
(a) (b)

Total remittance sum of (a) and (b).....\$ _____.

I, _____
(Please print name of applicant or of attorney in fact / authorized agent.)

do solemnly swear that every statement made in this application is true and correct to the best of my knowledge and belief.

(Signature of individual or of attorney in fact / authorized agent)

Acknowledgment in an Individual Capacity:

State of _____)
) SS)
 County of _____)

This instrument was acknowledged before me on _____
Date

By _____
Name of Person

(Seal)

 Signature of Notarial Officer

My commission expires: _____

Acknowledgment in a Representative Capacity:

State of _____)
) SS)
 County of _____)

This instrument was acknowledged before me on _____
Date

By _____
Name(s) of Person(s)

as _____ of _____
Type of authority; e.g., officer, trustee, etc. Name of party on behalf of whom instrument was executed

(Seal)

 Signature of Notarial Officer

My commission expires: _____

**HOW TO MAKE A FEDWIRE DEPOSIT
TO
NEW MEXICO STATE LAND OFFICE**

**Direct any questions concerning this type of payment to Margaret Sena in the State Land Office
Accounting Office at 505-827-5705**

When you intend to pay by a wire transfer, please let the SLO Accounting Office know by filling out the form below. You can include the form inside any sealed bid you offer to the SLO. You can get copies of the form by calling the Accounting Office at (505) 827-5700.

**NEW MEXICO STATE LAND OFFICE
DRAFT FOR OIL & GAS SALE**

DATE _____ 20____

PAY TO THE
ORDER OF _____ **COMMISSIONER OF PUBLIC LANDS** _____ \$ _____
_____ DOLLARS

TRACT # _____

Wells Fargo _____ **COMPANY NAME** _____
For the Account of State Land Commissioner

AUTHORIZED AGENT

TRACT #	LEASE #	SEC	TWP	RGE	DESCRIPTION	ACRES	BIDDER	BID AMOUNTS	PRICE/ACR
VO-S-001	V09582 00	31	16S	29E	LOT(S) 4	25.55	ROY G. BARTON JR.	\$2,500.00	\$97.85
VO-S-002	V09583 00	5	19S	28E	LOT(S) 1, 4	81.26	YATES PETROLEUM CORPORATION MANZANO ENERGY PARTNERS II, L FEATHERSTONE DEVELOPMENT CORP FEDERAL ABSTRACT COMPANY ROY G. BARTON JR. CROWN OIL PARTNERS IV, LP	\$44,036.42 \$28,541.00 \$25,175.00 \$21,533.90 \$2,500.00 \$2,500.00	\$541.92
VO-S-003	V09584 00	29	15S	33E	N2	320.00	ROY G. BARTON JR.	\$5,210.00	\$16.28
VO-S-004	V09585 00	24	15S	36E	E2	320.00	MRC PERMIAN COMPANY DOUG J. SCHUTZ TURNER OIL & GAS PROPERTIES, YATES PETROLEUM CORPORATION ROY G. BARTON JR.	\$181,760.00 \$120,640.00 \$97,920.00 \$10,966.40 \$5,210.00	\$568.00
VO-S-005	V09586 00	26	15S	36E	E2	320.00	MRC PERMIAN COMPANY FEDERAL ABSTRACT COMPANY TURNER OIL & GAS PROPERTIES, YATES PETROLEUM CORPORATION ROY G. BARTON JR.	\$181,760.00 \$149,440.00 \$97,920.00 \$9,321.60 \$5,210.00	\$568.00
VO-S-006	V09587 00	34	15S	36E	SE4SE4	40.00	MRC PERMIAN COMPANY DOUG J. SCHUTZ TURNER OIL & GAS PROPERTIES, ROY G. BARTON JR. YATES PETROLEUM CORPORATION	\$22,720.00 \$17,480.00 \$12,240.00 \$1,100.00 \$1,058.80	\$568.00
VO-S-007	V09588 00	30	16S	36E	NE4NE4	40.00	MRC PERMIAN COMPANY FEDERAL ABSTRACT COMPANY TURNER OIL & GAS PROPERTIES, ENERGEX, LLC ROY G. BARTON JR.	\$14,320.00 \$9,480.00 \$7,000.00 \$1,450.00 \$1,100.00	\$358.00
VO-S-008	V09589 00	21	16S	37E	NE4	160.00	MRC PERMIAN COMPANY TURNER OIL & GAS PROPERTIES, DOUG J. SCHUTZ YATES PETROLEUM CORPORATION ENERGEX, LLC ROY G. BARTON JR.	\$57,280.00 \$48,960.00 \$36,320.00 \$5,534.40 \$2,800.00 \$2,750.00	\$358.00
VO-S-009	V09590 00	16	16S	38E	E2	320.00	BILL FENN YATES PETROLEUM CORPORATION ENERGEX, LLC ROY G. BARTON JR.	\$24,000.00 \$21,718.40 \$5,500.00 \$5,210.00	\$75.00
VO-S-010	V09591 00	10	19S	37E	NE4NE4	40.00	ROY G. BARTON JR.	\$1,250.00	\$31.25
VO-S-011	V09592 00	4	24S	38E	LOT(S) 4, SE4NW4	47.00	ENERGEX, LLC ROY G. BARTON JR.	\$1,200.00 \$1,100.00	\$25.53

TRACT #	LEASE #	SEC	TWP	RGE	DESCRIPTION	ACRES	BIDDER	BID AMOUNTS	PRICE/ACR
VO-S-012	V09593 00	32	26S	37E	LOT(S) 1, 2, NE4NE4	106.10	ROY G. BARTON JR.	\$2,000.00	\$18.85
VO-S-013	V09594 00	32	29N	11W	LOT(S) 2, NW4SE4	77.85	COLEMAN OIL & GAS INC DUGAN PRODUCTION CORP ROY G. BARTON JR. YATES PETROLEUM CORPORATION	\$38,925.00 \$34,565.40 \$7,785.00 \$4,807.57	\$500.00
VB-S-001	VB2344 00	36	15S	29E	S2	320.00	YATES PETROLEUM CORPORATION ROY G. BARTON JR.	\$124,601.60 \$5,210.00	\$389.38
VB-S-002	VB2345 00	8	26S	29E	NW4NE4, NE4NW4, SW4NW4, NW4SW4	160.00	MRC PERMIAN COMPANY MANZANO ENERGY PARTNERS II, L CROWN OIL PARTNERS IV, LP THE ALLAR COMPANY YATES PETROLEUM CORPORATION FEATHERSTONE DEVELOPMENT CORP ROY G. BARTON JR.	\$1,078,720.00 \$321,300.00 \$280,000.00 \$243,000.00 \$106,851.20 \$63,120.00 \$2,700.00	\$6,742.00
VB-S-003	VB2346 00	27	11S	33E	N2SW4, SW4SW4	120.00	ROY G. BARTON JR.	\$2,250.00	\$18.75
VB-S-004	VB2347 00	26	13S	33E	N2	320.00	ROY G. BARTON JR.	\$5,210.00	\$16.28
VB-S-005	VB2348 00	9	14S	33E	E2	320.00	ROY G. BARTON JR.	\$5,210.00	\$16.28
VB-S-006	VB2349 00	14	15S	32E	NW4SE4, SE4SE4	80.00	YATES PETROLEUM CORPORATION ROY G. BARTON JR.	\$5,857.60 \$1,750.00	\$73.22
VB-S-007	VB2350 00	26	16S	32E	S2	320.00	YATES PETROLEUM CORPORATION ROY G. BARTON JR.	\$42,739.20 \$32,200.00	\$133.56
VB-S-008	VB2351 00	7	17S	33E	NE4NE4	40.00	ROY G. BARTON JR. FEATHERSTONE DEVELOPMENT CORP FEDERAL ABSTRACT COMPANY	\$72,000.00 \$12,000.00 \$6,680.00	\$1,800.00
VB-S-009	VB2352 00	8	17S	33E	NW4NE4	40.00	ROY G. BARTON JR. DOUG J. SCHUTZ FEATHERSTONE DEVELOPMENT CORP FEDERAL ABSTRACT COMPANY	\$75,000.00 \$14,106.80 \$12,000.00 \$6,680.00	\$1,875.00
VB-S-010	VB2353 00	13	21S	34E	W2NE4, NE4SE4	120.00	MRC PERMIAN COMPANY ROY G. BARTON JR. FEATHERSTONE DEVELOPMENT CORP BVX OPERATING INC. YATES PETROLEUM CORPORATION	\$380,160.00 \$378,000.00 \$96,154.00 \$60,132.00 \$32,131.20	\$3,168.00
VB-S-011	VB2354 00	22	21S	34E	NE4NW4	40.00	YATES PETROLEUM CORPORATION FEDERAL ABSTRACT COMPANY MRC PERMIAN COMPANY ROY G. BARTON JR. FEATHERSTONE DEVELOPMENT CORP	\$248,477.20 \$151,200.00 \$126,080.00 \$106,000.00 \$74,600.00	\$6,211.93

TRACT #	LEASE #	SEC	TWP	RGE	DESCRIPTION	ACRES	BIDDER	BID AMOUNTS	PRICE/ACR
V0-O-001	V09595 00	32	15S	30E	E2	320.00	YATES PETROLEUM CORPORATION	\$5,000.00	\$15.63
V0-O-002	V09596 00	32	15S	30E	NW4, W2SW4, SE4SW4	280.00	YATES PETROLEUM CORPORATION	\$4,500.00	\$16.07
V0-O-003	V09597 00	2	20S	23E	S2	320.00	YATES PETROLEUM CORPORATION	\$5,000.00	\$15.63
V0-O-004	V09598 00	19	20S	27E	LOT(S) 1, 2, 3, N2NE4, SW4NE4, E2NW4, NE4SW4	359.67	CROWN OIL PARTNERS IV, LP	\$420,000.00	\$1,167.74
V0-O-005	V09599 00	13	23S	25E	SE4	160.00	CROWN OIL PARTNERS IV, LP	\$40,000.00	\$250.00
V0-O-006	V09600 00	8	24S	25E	NE4SE4	40.00	BVX OPERATING INC.	\$5,000.00	\$125.00
V0-O-007	V09601 00	30	15S	33E	N2SE4	80.00	FEATHERSTONE DEVELOPMENT CORP	\$1,500.00	\$18.75
V0-O-008	V09602 00	6	15S	35E	S2NE4, SE4	240.00	YATES PETROLEUM CORPORATION	\$4,000.00	\$16.67
V0-O-009	V09603 00	24	15S	36E	W2	320.00	TURNER OIL & GAS PROPERTIES,	\$210,000.00	\$656.25
V0-O-010	V09604 00	26	15S	36E	E2NW4, NE4SW4, S2SW4	200.00	TURNER OIL & GAS PROPERTIES,	\$127,000.00	\$635.00
V0-O-011	V09605 00	29	16S	36E	N2NW4	80.00	DOUG J. SCHUTZ	\$29,000.00	\$362.50
V0-O-012	V09606 00	7	16S	37E	LOT(S) 3, 4, E2SW4, W2SE4	262.46	TURNER OIL & GAS PROPERTIES,	\$185,000.00	\$704.87
V0-O-013	V09607 00	3	16S	38E	LOT(S) 15, 16	80.00	YATES PETROLEUM CORPORATION	\$1,500.00	\$18.75
V0-O-014	V09608 00	3	16S	38E	S2SW4	80.00	YATES PETROLEUM CORPORATION	\$1,500.00	\$18.75
V0-O-015	V09609 00	5	16S	38E	LOT(S) 1, 2, 3, 4, 5, 6, 7, 8	371.60	CROWN OIL PARTNERS IV, LP	\$195,000.00	\$524.76
V0-O-016	V09610 00	16	16S	38E	W2	320.00	BILL FENN	\$60,000.00	\$187.50
V0-O-017	V09611 00	17	19S	35E	SE4SE4	40.00	MRC PERMIAN COMPANY	\$295,000.00	\$7,375.00
V0-O-018		12	19S	37E	W2NW4		WITHDRAWN		
V0-O-019	V09612 00	7	19S	38E	LOT(S) 3, NE4SW4	80.58	FEDERAL ABSTRACT COMPANY	\$1,500.00	\$18.62
V0-O-020		27	20S	36E	NW4SW4		WITHDRAWN		
VB-O-001		26	13S	33E	SW4, E2SE4		WITHDRAWN		
VB-O-002		9	14S	33E	W2SW4, SE4SW4		WITHDRAWN		
VB-O-003	VB2355 00	15	14S	34E	S2	320.00	YATES PETROLEUM CORPORATION	\$5,000.00	\$15.63
VB-O-004		33	15S	32E	NE4NE4		WITHDRAWN		
VB-O-005		12	16S	32E	SE4SE4		WITHDRAWN		

**** END OF REPORT ****

HIGHEST BID ANALYSIS
REGULAR SALE January 21, 2014

Total \$ 4,212,687.02 for 43 tracts covering 7,786.07 Acres...\$541.05 per acre.
Sealed (Five Year) \$2,617,187.02 for 24 tracts covering 3,831.76 Acres...\$683.02 per acre.
Oral (Five Year) \$1,595,500.00 for 19 tracts covering 3,954.31 Acres...\$403.48 per acre.

Total of 49 tracts were offered.... 43 tracts were sold.

Highest Sealed Bid NW4NE4, NE4NW4, SW4NW4, NW4SW4 of Section 08, Township 26
(Five Year Term) South, Range 29 East, containing 160.00 acres, more or less, in Eddy County,
Tract No. VB-002 approximately 16.3 miles southeast of Loving, New Mexico, by MRC
\$ 1,078,720.00 Permian Company, of Dallas, TX.

Highest Sealed Bid NW4NE4, NE4NW4, SW4NW4, NW4SW4 of Section 08, Township 26
(Five Year Term) South, Range 29 East, containing 160.00 acres, more or less, in Eddy County,
Per Acre approximately 16.3 miles southeast of Loving, New Mexico, by MRC
Tract No. VB-002 Permian Company, of Dallas, TX.
\$ 6,742.00

Highest Oral Bid LOT (S) 1, 2, 3, N2NE4, SW4NE4, E2NW4, NE4SW4 of Section 19,
(Five Year Term) Township 20 South, Range 27 East, containing 359.67 acres, more or less, in
Tract No. VO-O-004 Eddy County, approximately 11 miles northeast of Carlsbad, New Mexico, by
\$ 420,000.00 Crown Oil Partners IV, LP of Midland, TX.

Highest Oral Bid SE4SE4 of Section 17, Township 19 South, Range 35 East, containing 40.00
(Five Year Term) acres, more or less, in Lea County, approximately 20 miles southwest of
Per Acre Hobbs, New Mexico, by MRC Permian Company, of Dallas, TX.
Tract No. VO-O-017
\$ 7,375.00

January 2013 Regular Sale was \$2,390,206.19 for 7,204.66 acres or \$1,822,480.83 less than the
January 2014 Regular Sale.

No Special Sale

Total Sale was \$4,212,687.02



Ray Powell, M.S., D.V.M.
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

310 OLD SANTA FE TRAIL
P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

COMMISSIONER'S OFFICE
Phone (505) 827-5760
Fax (505) 827-5766
www.nmstatelands.org

July 25, 2012

Dear representatives of the oil and gas industry:

As you may be aware, on March 2, 2012, I signed a Candidate Conservation Agreement with Assurances (CCAA) with the United States Fish and Wildlife Service (USFWS) and the Center of Excellence for Hazardous Material Management (CEHMM). The USFWS cited this and similar agreements between industry and the federal government as being instrumental in its June 2012 decision not to list the Dunes Sagebrush Lizard (DSL) under the Endangered Species Act.

This agreement, the result of years of work with the oil and gas industry, the agricultural community, and the Bureau of Land Management, will protect the health of our natural world while ensuring economic activity that supports communities, universities, hospitals and our other beneficiary institutions while helping keep our taxes down. It represents the largest such accord in the nation -- more than 247,000 acres.

Participation in the CCAA virtually assures that oil and gas activity can continue in areas inhabited by the Lesser Prairie Chicken (LPC) and/or the DSL while meeting conservation objectives for these two species.

In the case of an Endangered Species Act listing in the absence of a CCAA, oil and gas development in the species' range would likely be severely delayed by the requisite USFWS consultation process.

The CCAA¹ agreement is available for your review at the State Land Office website www.nmstatelands.org/ConservationAgreement.aspx. Also available on this page are a habitat map and other information concerning the agreement that may be of interest to you.

I encourage all leaseholders and operators to enroll and participate fully in this voluntary program. By agreeing to conduct certain conservation measures the

¹ The CCAA may also be referred to in Oil and Gas Sale Notices as "Subject to 3/2012 Conservation Agreement" due to system restrictions on the length of footnotes.

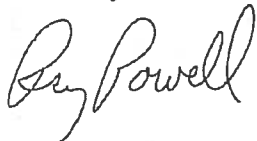
USFWS provides regulatory certainty (assurances) concerning land use restrictions that might otherwise apply should the LPC or DSL become listed in the future as threatened or endangered species.

An example of the measures required under the CCAA includes: a requirement that power lines be buried within two miles of LPC lek sites, active at least once in the past five years, or within one mile of historic LPC lek sites. Other requirements include providing escape ramps for open water sources, minimizing surface disturbances, and avoiding DSL habitat.

The health of our state lands and the success of our oil and gas industry are of prime importance to New Mexicans. This agreement helps ensure the future of both.

Please do not hesitate to contact me or my office with any questions or concerns you may have.

Sincerely,

A handwritten signature in cursive script that reads "Ray Powell". The signature is written in black ink and is positioned below the word "Sincerely,".

Ray Powell, M.S., D.V.M.
Commissioner of Public Lands

2014

NEW MEXICO STATE LAND OFFICE



SALE CALENDAR

Regularly scheduled sale
(Third Tuesday of each month)

Last day to nominate tracts for
next monthly sale

To nominate tracts for an oil and gas lease sale, call the Oil, Gas, and Minerals Division Geologists at 505-827-5774 or 505-827-5748, submit your nomination in writing, or by e-mail to, swust@slo.state.nm.us.

TO PRESERVE CONFIDENTIALITY OF YOUR NOMINATION, PLEASE MARK THE OUTSIDE OF YOUR ENVELOPE WITH THE WORDS **CONFIDENTIAL NOMINATION**.

New Mexico State Land Office
Oil, Gas and Minerals Division
P.O. Box 1148
Santa Fe, NM 87504-1148.

Fax number is 505-827-4739.

Fax communication may not be confidential.

Our Web page address is www.nmstatelands.org.

January						
Su	Mo	Tu	We	Th	Fr	Sa
			1	2	3	4
5	6	7	8	9	10	11
12	13	14	15	16	17	18
19	20	21	22	23	24	25
26	27	28	29	30	31	

February						
Su	Mo	Tu	We	Th	Fr	Sa
						1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	

March						
Su	Mo	Tu	We	Th	Fr	Sa
						1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	29
30	31					

April						
Su	Mo	Tu	We	Th	Fr	Sa
		1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30			

May						
Su	Mo	Tu	We	Th	Fr	Sa
				1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	31

June						
Su	Mo	Tu	We	Th	Fr	Sa
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30					

July						
Su	Mo	Tu	We	Th	Fr	Sa
		1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30	31		

August						
Su	Mo	Tu	We	Th	Fr	Sa
					1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30
31						

September						
Su	Mo	Tu	We	Th	Fr	Sa
	1	2	3	4	5	6
7	8	9	10	11	12	13
14	15	16	17	18	19	20
21	22	23	24	25	26	27
28	29	30				

October						
Su	Mo	Tu	We	Th	Fr	Sa
			1	2	3	4
5	6	7	8	9	10	11
12	13	14	15	16	17	18
19	20	21	22	23	24	25
26	27	28	29	30	31	

November						
Su	Mo	Tu	We	Th	Fr	Sa
						1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	29
30						

December						
Su	Mo	Tu	We	Th	Fr	Sa
	1	2	3	4	5	6
7	8	9	10	11	12	13
14	15	16	17	18	19	20
21	22	23	24	25	26	27
28	29	30	31			

~~~~~*Do you need New Mexico oil and gas info?*~~~~~

▶▶▶ USEFUL NEW MEXICO OIL AND GAS LINKS ◀◀◀

New Mexico State Land Office, leasing/royalty management agency  
for state trust lands: [www.nmstatelands.org](http://www.nmstatelands.org)

New Mexico Tech site for State Land Office ONGARD data  
presentation to the public.  
<http://octane.nmt.edu/slo/>

ONGARD database for open acres and a wealth of other state data  
you didn't know you needed.  
<http://www.ongard.state.nm.us/>

NM Bureau of Geology and Mineral Resources, subsurface geology  
for the state.  
Their publications website: <http://geoinfo.nmt.edu/>

NM Oil Conservation Division, oil industry regulatory agency for  
operating in New Mexico, plus well and  
production data: <http://www.emnrd.state.nm.us/ocd/>





## How may our Oil, Gas, and Minerals Division help you?

### **Unitization & Commingling**

Pete Martinez, 505-827-5791  
Jerome Maestas, 505-827-5783

### **Communitization, Reduced Royalty & Engineering**

Terry Warnell, 505-827-5745  
William Jones, 505-827-6628  
Anchor Holm, 505-827-5759

### **Lease Sales, Potash Enclave, Geophysical Permitting, Geology**

Stephen Wust, 505-827-5774  
[swust@slo.state.nm.us](mailto:swust@slo.state.nm.us)

Niranjan Khalsa  
505-827-5748

### **Lease Expirations, Cancellations, Rentals, Assignments**

Kenda Montoya 505-827-5749  
Rubel Salazar 505-827-5730

### **Bonds, Shut-In Royalty, OGRIDS,** Paulette Lucero-Romero, 505-827-5714

### **Miscellaneous Instruments**

Kenda Montoya 505-827-5749

### **Sand and Gravel, Caliche, General Mining**

In Santa Fe (includes Farmington):

Michael Mariano, 505-827-5750

Jack Yates, 505-827-5743

Monica Fresquez, 505-827-5849

In Hobbs Field Office:

Ben Sturgill, 505-392-8736

or William Sonnamaker, 505-392-3697

### **OGMD Office Procedures, Division Administration**

Greg Bloom Assistant Commissioner, 505-827-4489

Larry Roybal, Division Director, 505-827-5746

Anise Valdez, Office Manager 505-827-5744