

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 June 17, 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.

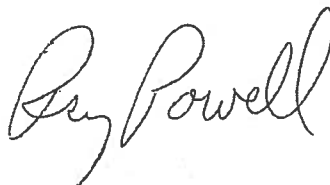
The successful bidder in every case of oral bidding will be required to deposit forthwith, in cash or by check, money order or certified check drawn on a solvent bank, the amount bid, plus the application fee of \$30.00, and to file application in due form before the close of business on said date.

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, 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 - JUNE 17, 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	(E)	Chaves	30 08S 33E LOT(S) 3, 4, E2SW4	157.28	\$0.50	\$2,500.00
002	VO-002		Lea	16 15S 35E N2	320.00	\$0.50	\$5,000.00
003	VO-003		Lea	22 16S 36E NW4NE4, N2NW4, S2SW4, SE4	360.00	\$1.00	\$6,000.00
004	VO-004		Lea	04 16S 37E LOT(S) 5, 6, 7, 8, 10, 11, 12	280.00	\$1.00	\$4,500.00
005	VO-005		Lea	15 16S 37E NW4	160.00	\$1.00	\$2,500.00
006	VO-006	(E)	Roosevelt	21 06S 34E N2	320.00	\$0.50	\$5,000.00

Regular Sale - DEADLINE FOR SEALED BIDS IS 9:30 AM - JUNE 17, 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
007	VB-001	(D)	Lea	36 15S 36E NE4, N2NW4	240.00	\$0.50	\$4,000.00
008	VB-002		Lea	19 16S 32E LOT(S) 4, SE4SW4, W2SE4	160.49	\$1.00	\$2,500.00
009	VB-003	(D)	Lea	07 16S 33E E2	320.00	\$1.00	\$5,000.00
010	VB-004		Lea	01 18S 35E S2	320.00	\$1.00	\$5,000.00
011	VB-005	(E)	Lea	27 20S 36E NW4SW4	40.00	\$1.00	\$1,000.00
012	VB-006		Lea	34 23S 35E NE4NE4, NW4NW4	80.00	\$1.00	\$1,500.00
013	VB-007	(D)	San Juan	02 30N 16W LOT(S) 3, S2NW4	119.10	\$1.00	\$2,000.00

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 JUNE 17, 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
014 V0-O-001 (E)	Chaves	30 08S 33E	LOT(S) 1, 2, E2NW4	156.96	\$0.50	\$2,500.00
015 V0-O-002	Chaves	27 09S 27E	N2NE4, SW4NE4, W2NW4, SW4	360.00	\$0.50	\$6,000.00
016 V0-O-003	Eddy	02 26S 24E	E2, E2NW4, NE4SW4	440.00	\$1.00	\$7,000.00
017 V0-O-004	Lea	06 15S 35E	LOT(S) 1, 2, 3, 4, 5, 6, 7, SE4NW4, E2SW4	415.63	\$0.50	\$6,500.00
018 V0-O-005 (D)	Lea	25 16S 36E	NW4NE4, NE4NW4	80.00	\$1.00	\$1,500.00
019 V0-O-006 (D)	Lea	04 16S 37E	LOT(S) 13, 14, 15, NE4SE4, SW4SE4	200.00	\$1.00	\$3,500.00
020 V0-O-007 (D)	Lea	17 16S 37E	S2	320.00	\$1.00	\$5,000.00
021 V0-O-008	Lea	22 16S 37E	NW4	160.00	\$1.00	\$2,500.00
022 V0-O-009 (E)	Roosevelt	10 06S 34E	N2	320.00	\$0.50	\$5,000.00
023 V0-O-010 (E)	Roosevelt	21 06S 34E	S2	320.00	\$0.50	\$5,000.00

Regular Sale - ORAL BID JUNE 17, 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
024 VB-O-001 (D)	Lea	25 15S 36E	N2NE4, SW4NE4, NW4	280.00	\$0.50	\$4,500.00
025 VB-O-002 (D)	Lea	36 15S 36E	N2SW4, SW4SW4, SE4	280.00	\$0.50	\$4,500.00
026 VB-O-003	Lea	33 16S 32E	NW4	160.00	\$1.00	\$2,500.00
027 VB-O-004	Lea	27 18S 37E	W2SW4, SE4SW4	120.00	\$1.00	\$2,000.00
028 VB-O-005	Lea	10 19S 35E	S2NE4	80.00	\$1.00	\$1,500.00
029 VB-O-006	Lea	22 26S 36E	SE4	160.00	\$1.00	\$2,500.00

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

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www.nmstatelands.org

***** SPECIAL TRACTS *****

Special Sale - JUNE 17, 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 19-10-4.1 NMSA 1978, EXPLORATORY LEASE FORM, TEN(10) YEAR TERM, 1/8th ROYALTY, AND HAVE BEEN CLASSIFIED AND CATEGORIZED IN COMPLIANCE WITH 19-10-3 NMSA 1978. IMMEDIATELY FOLLOWING REGULAR SALE.

TRACT #	COUNTY	SEC TWP RGE	DESCRIPTION	ACRES (MORE OR LESS)	PRIMARY RENTAL	MINIMUM ACCEPTABLE BID
030 LH-O-001	Guadalupe	14 08N 24E	N2NE4, SE4NE4, E2SE4	200.00	\$0.25	\$3,500.00
031 LH-O-002	Guadalupe	15 08N 24E	N2N2	160.00	\$0.25	\$2,500.00
032 LH-O-003 (D)	Guadalupe	16 08N 24E	E2	320.00	\$0.25	\$5,000.00
033 LH-O-004 (D)	Guadalupe	16 08N 24E	W2	320.00	\$0.25	\$5,000.00
034 LH-O-005 (D)	Guadalupe	21 08N 24E	N2, N2SE4	400.00	\$0.25	\$6,500.00
035 LH-O-006 (D)	Guadalupe	22 08N 24E	W2NW4, NW4SW4	120.00	\$0.25	\$2,000.00
036 LH-O-007 (D)	Guadalupe	27 08N 24E	SE4SE4	40.00	\$0.25	\$1,000.00
037 LH-O-008 (D)	Guadalupe	34 08N 24E	NE4NE4	40.00	\$0.25	\$1,000.00
038 LH-O-009 (D)	Guadalupe	36 08N 24E	W2	320.00	\$0.25	\$5,000.00
039 LH-O-010 (D)	Guadalupe	36 08N 24E	E2	320.00	\$0.25	\$5,000.00

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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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 _____)
County of _____) SS)

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 _____)
County of _____) SS)

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	V09677 00	27	10S	26E	N2	320.00	TIERRA OIL CO., LLC	\$8,100.00	\$25.31
VO-S-002	V09678 00	16	11S	31E	E2	320.00	SLASH EXPLORATION LP YATES PETROLEUM CORPORATION ROY G. BARTON JR.	\$72,600.00 \$69,478.40 \$7,500.00	\$226.88
VO-S-003	V09679 00	15	12S	31E	E2	320.00	YATES PETROLEUM CORPORATION ROY G. BARTON JR.	\$43,926.40 \$15,040.00	\$137.27
VO-S-004	V09680 00	32	14S	31E	NE4, NW4NW4	200.00	SLASH EXPLORATION LP ROY G. BARTON JR. YATES PETROLEUM CORPORATION	\$7,120.00 \$4,407.00 \$3,831.20	\$35.60
VO-S-005	V09681 00	32	22S	24E	N2	320.00	CROWN OIL PARTNERS V, L.P. ROY G. BARTON JR. YATES PETROLEUM CORPORATION TIERRA OIL CO., LLC FEDERAL ABSTRACT COMPANY	\$99,840.00 \$22,325.00 \$14,054.40 \$12,100.00 \$5,500.00	\$312.00
VO-S-006	V09682 00	5	23S	25E	LOT(S) 1, 2, 3, 4, S2N2	321.72	DOUGLAS W. FERGUSON CROWN OIL PARTNERS V, L.P. FEATHERSTONE DEVELOPMENT CORP ROY G. BARTON JR. YATES PETROLEUM CORPORATION FEDERAL ABSTRACT COMPANY	\$563,010.00 \$250,224.16 \$66,332.00 \$44,650.00 \$12,183.54 \$6,495.00	\$1,750.00
VO-S-007	V09683 00	7	09S	33E	LOT(S) 1, 2, NE4, E2NW4	318.05	YATES PETROLEUM CORPORATION TIERRA OIL CO., LLC LOMA HOMBRE ENERGY, LLC FEDERAL ABSTRACT COMPANY ENERGEX, LLC SLASH EXPLORATION LP ROY G. BARTON JR.	\$11,885.53 \$8,100.00 \$7,569.99 \$7,200.00 \$6,946.21 \$5,700.00 \$5,210.00	\$37.37
VO-S-008	V09684 00	23	12S	32E	NE4NE4, S2NE4, E2NW4, SE4	360.00	SLASH EXPLORATION LP YATES PETROLEUM CORPORATION FEDERAL ABSTRACT COMPANY LOMA HOMBRE ENERGY, LLC ROY G. BARTON JR.	\$18,600.00 \$11,984.40 \$7,200.00 \$6,501.99 \$6,210.00	\$51.67
VO-S-009	V09685 00	25	15S	35E	NE4	160.00	TURNER OIL & GAS PROPERTIES, FEDERAL ABSTRACT COMPANY ROBERT HOOPER TIERRA OIL CO., LLC ROY G. BARTON JR.	\$129,120.00 \$92,480.00 \$64,000.00 \$4,600.00 \$4,400.00	\$807.00
VO-S-010	V09686 00	3	15S	36E	S2NE4	80.00	TURNER OIL & GAS PROPERTIES, FEDERAL ABSTRACT COMPANY ROY G. BARTON JR.	\$64,560.00 \$10,160.00 \$2,640.00	\$807.00
VO-S-011	V09687 00	3	16S	38E	LOT(S) 8, 9, 10	120.00	YATES PETROLEUM CORPORATION FEATHERSTONE DEVELOPMENT CORP	\$10,306.80 \$4,390.00	\$85.89

TRACT #	LEASE #	SEC	TWP	RGE	DESCRIPTION	ACRES	BIDDER	BID AMOUNTS	PRICE/ACR
							FEDERAL ABSTRACT COMPANY	\$2,588.00	
							LOMA HOMBRE ENERGY, LLC	\$2,020.99	
V0-S-012	V09688 00	11	16S	38E	NW4	160.00	YATES PETROLEUM CORPORATION	\$14,380.80	\$89.88
							FEATHERSTONE DEVELOPMENT CORP	\$5,120.00	
							FEDERAL ABSTRACT COMPANY	\$2,850.00	
							LOMA HOMBRE ENERGY, LLC	\$2,520.99	
V0-S-013	V09689 00	32	05S	33E	S2SW4	80.00	SLASH EXPLORATION LP	\$4,240.00	\$53.00
							ROY G. BARTON JR.	\$1,745.00	
VB-S-001	VB2387 00	34	16S	33E	E2	320.00	SLASH EXPLORATION LP	\$73,280.00	\$229.00
							FEATHERSTONE DEVELOPMENT CORP	\$48,635.00	
							YATES PETROLEUM CORPORATION	\$12,668.80	
							FEDERAL ABSTRACT COMPANY	\$12,500.00	
							TIERRA OIL CO., LLC	\$8,100.00	
							ROY G. BARTON JR.	\$5,500.00	
							LOMA HOMBRE ENERGY, LLC	\$5,020.99	
VB-S-002	VB2388 00	33	18S	37E	NW4SW4	40.00	FEDERAL ABSTRACT COMPANY	\$9,958.00	\$248.95
							SLASH EXPLORATION LP	\$4,220.00	
							ROY G. BARTON JR.	\$1,300.00	
							LOMA HOMBRE ENERGY, LLC	\$1,010.99	
VB-S-003	VB2389 00	19	20S	36E	S2SE4	80.00	ROY G. BARTON JR.	\$48,070.00	\$600.88
							FEATHERSTONE DEVELOPMENT CORP	\$44,725.00	
							SLASH EXPLORATION LP	\$10,300.00	
							FEDERAL ABSTRACT COMPANY	\$5,758.00	
							LOMA HOMBRE ENERGY, LLC	\$1,550.99	
V0-O-001	V09690 00	16	11S	31E	W2	320.00	YATES PETROLEUM CORPORATION	\$46,000.00	\$143.75
V0-O-002	V09691 00	12	12S	31E	S2NE4	80.00	YATES PETROLEUM CORPORATION	\$13,000.00	\$162.50
V0-O-003	V09692 00	15	12S	31E	W2	320.00	YATES PETROLEUM CORPORATION	\$16,000.00	\$50.00
V0-O-004	V09693 00	25	14S	29E	W2NE4, NW4, W2SW4, SE4SW4, NE4SE4	400.00	SOUTHWEST PETROLEUM COMPANY,	\$6,500.00	\$16.25
V0-O-005	V09694 00	6	15S	30E	E2SE4	80.00	FEATHERSTONE DEVELOPMENT CORP	\$1,500.00	\$18.75
V0-O-006	V09695 00	32	22S	24E	S2	320.00	CROWN OIL PARTNERS V, L.P.	\$44,000.00	\$137.50
V0-O-007	V09696 00	9	23S	25E	NE4, E2SE4	240.00	CROWN OIL PARTNERS V, L.P.	\$530,000.00	\$2,208.33
V0-O-008	V09697 00	32	26S	26E	LOT(S) 1, 2, 3, 4, N2N2 (ALL)	252.20	NEARBURG EXPLORATION COMPANY,	\$680,000.00	\$2,696.27
V0-O-009	V09698 00	27	10S	32E	W2	320.00	SLASH EXPLORATION LP	\$16,000.00	\$50.00
V0-O-010	V09699 00	30	14S	38E	SE4	160.00	FEDERAL ABSTRACT COMPANY	\$2,500.00	\$15.63

TRACT #	LEASE #	SEC	TWP	RGE	DESCRIPTION	ACRES	BIDDER	BID AMOUNTS	PRICE/ACR
V0-O-011	V09700 00	3	15S	36E	LOT(S) 3, 4	80.40	TURNER OIL & GAS PROPERTIES,	\$12,000.00	\$149.25
V0-O-012	V09701 00	7	15S	36E	LOT(S) 3, 4, E2SW4	159.93	ROBERT HOOPER	\$50,000.00	\$312.64
V0-O-013	V09702 00	12	15S	36E	E2SE4	80.00	TURNER OIL & GAS PROPERTIES,	\$34,000.00	\$425.00
V0-O-014	V09703 00	3	16S	38E	LOT(S) 11, 12	80.00	YATES PETROLEUM CORPORATION	\$12,000.00	\$150.00
V0-O-015	V09704 00	12	16S	38E	NE4	160.00	YATES PETROLEUM CORPORATION	\$28,000.00	\$175.00
V0-O-016	V09705 00	33	05S	33E	NE4	160.00	SLASH EXPLORATION LP	\$2,500.00	\$15.63
V0-O-017	V09706 00	27	06S	34E	N2	320.00	YATES PETROLEUM CORPORATION	\$20,000.00	\$62.50
VB-O-001	VB2390 00	34	16S	33E	W2	320.00	FEDERAL ABSTRACT COMPANY	\$82,000.00	\$256.25
VB-O-002	VB2391 00	35	16S	33E	N2S2	160.00	FEDERAL ABSTRACT COMPANY	\$58,000.00	\$362.50
VB-O-003	VB2392 00	6	18S	38E	LOT(S) 6, 7, E2SW4, SE4	315.15	YATES PETROLEUM CORPORATION	\$20,000.00	\$63.46
VB-O-004	VB2393 00	11	19S	35E	SW4NW4	40.00	OSCURA RESOURCES, INC.	\$43,000.00	\$1,075.00

**** END OF REPORT ****

HIGHEST BID ANALYSIS
REGULAR SALE May 20, 2014

Total \$ 2,895,997.53 for 37 tracts covering 7,887.45 Acres...\$367.17 per acre.

Sealed (Five Year) \$1,178,997.53 for 16 tracts covering 3,519.77 Acres...\$334.96 per acre.

Oral (Five Year) \$1,717,000.00 for 21 tracts covering 4,367.68 Acres...\$393.11 per acre.

Total of 37 tracts were offered.... 37 tracts were sold.....13 buyers registered for the sale.

**Highest Sealed Bid
(Five Year Term)
Tract No. V0-006
\$ 563,010.00** LOT (S) 1, 2, 3, 4, S2N2 of Section 05, Township 23 South, Range 25 East, containing 321.72 acres, more or less, in Eddy County, approximately 12.6 miles southwest of Carlsbad, New Mexico, by Douglas W. Ferguson, Midland, TX.

**Highest Sealed Bid
(Five Year Term)
Per Acre
Tract No. V0-006
\$ 1,750.00** LOT (S) 1, 2, 3, 4, S2N2 of Section 05, Township 23 South, Range 25 East, containing 321.72 acres, more or less, in Eddy County, approximately 12.6 miles southwest of Carlsbad, New Mexico, by Douglas W. Ferguson, Midland, TX.

**Highest Oral Bid
(Five Year Term)
Tract No. V0-O-008
\$ 680,000.00** LOT (S) 1, 2, 3, 4, N2N2 (ALL) of Section 32, Township 26 South, Range 26 East, containing 252.20 acres, more or less, in Eddy County, approximately 23 miles southwest of Loving, New Mexico, by Nearburg Exploration Company, L.L.C., Dallas, TX.

**Highest Oral Bid
(Five Year Term)
Per Acre
Tract No. V0-O-008
\$ 2,696.27** LOT (S) 1, 2, 3, 4, N2N2 (ALL) of Section 32, Township 26 South, Range 26 East, containing 252.20 acres, more or less, in Eddy County, approximately 23 miles southwest of Loving, New Mexico, by Nearburg Exploration Company, L.L.C., Dallas, TX.

March 2013 Regular Sale was \$4,605,605.19 for 9,406.93 acres or \$1,709,607.66 more than the March 2014 Regular Sale.

No Special Sale

Total Sale was \$2,895,997.53



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

April 1, 2014

Dear Representative of the Oil and Gas Industry:

On March 25, 2014, 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). With the USFWS's recent decision to list the Lesser Prairie Chicken (LPC) as a "threatened" species under the Endangered Species Act, I would like to make sure you are aware of your ability to utilize the protections afforded under the CCAA.

This agreement, which enrolls approximately 404,000 acres of State Trust Land under the voluntary conservation program, is aimed at ensuring that regardless of USFWS listing decisions under the Endangered Species Act participating State Land Office lessees will be able to continue their operations. The accord covers both Lesser Prairie Chicken and the Dunes Sagebrush Lizard (DSL) habitat. In 2012 I signed a similar agreement, which at the time represented one of the largest accords in the nation with more than 247,000 acres. This new agreement replaces and expands this effort.

Participation in the CCAA helps ensure that oil and gas activities can continue in areas inhabited by the LPC and/or the DSL while meeting conservation objectives for these two species. By enrolling these State Trust Lands under the program, lessees of these lands will also be able to enroll if they chose to do so, even though the listing decision for the LPC has already been published.

This agreement will help protect the health of our lands while allowing economic activity that supports State Land Trust beneficiaries, which include public schools, hospitals, and universities, to continue. In the absence of a CCAA, state land use and development in the species' range may be delayed by the requisite USFWS consultation process. By agreeing to conduct certain conservation measures the USFWS provides regulatory certainty (assurances) concerning land use restrictions that might otherwise apply due to LPC or DSL listing decisions.

Some measures required under the CCAA to protect the LPC and DSL include:

- Providing escape ramps for open water sources;
- Minimizing surface disturbances;

- Avoiding DSL habitat;
- Burying power lines within two miles of LPC lek sites active at least once in the past five years;
- Burying power lines within one mile of historic LPC lek site.

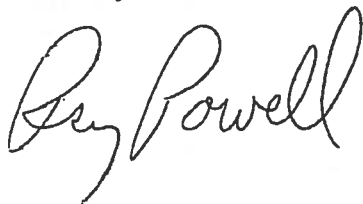
The CCAA agreement is available for your review on the State Land Office website: www.nmstatelands.org/conservation-agreement-for-sand-dunes-lizard-and-lesser-prairie-chicken.aspx. This page also includes a habitat map and other information concerning the agreement that may be of interest to you.

Comprehensive information on the CCAA is also available on the CEHMM website at www.cehmm.org/ccaccaa. Mr. Matt Mathis is the CEHMM point of contact and can be reached at (575) 885-3700 or matt.mathis@cehmm.org with questions regarding enrollment. Enrollment eligibility and associated deadlines may differ based on each applicant's circumstances. Please contact CEHMM as soon as possible if you have questions.

I am also writing to encourage all oil and gas lessees to participate in this voluntary program. The health of our State Trust Lands and the success of the oil and gas industry are of great 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 black ink that reads "Ray Powell". The signature is written in a cursive, flowing style.

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
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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?

**Lease Sales, Nominations,  
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

**Communitization, Reduced  
Royalty, Engineering**

William Jones, 505-827-6628  
Anchor Holm, 505-827-5759

**Lease Expirations,  
Cancellations, Rentals,  
Assignments,  
Miscellaneous Instruments**

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

**Unitization & Commingling**

Pete Martinez, 505-827-5791

**Bonds, Shut-In Royalty, OGRIDS,**

Paulette Lucero-Romero, 505-827-5714

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

In Santa Fe (includes Farmington):

Michael Mariano, 505-827-5750

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

Terry Warnell, Division Director, 505-827-5745

Ed Martin, Engineering Supervisor, 505-827-5746