

**The New Mexico
Commissioner of Public Lands**

will hold

the May 20, 2014

**New Mexico Oil and Gas Lease Sale
in**

Roswell, New Mexico,

at the

**Daniels Leadership Center
New Mexico Military Institute,
101 West College Boulevard**

**Access the parking lot by entering from
201 West 19th Street just across from the
NMMI Golf Course**

**All sale related business transactions will be
completed in Roswell on sale day**

Questions? Please call 505-827-5744.

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 the Daniels Leadership Center, New Mexico Military Institute, 101 West College Blvd., Roswell, New Mexico, at 9:30 a.m., on May 20, 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.

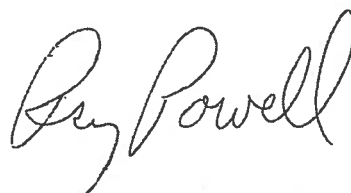
The successful bidder in every case of oral bidding will be required to deposit forthwith, in cash or by check, money order or certified check drawn on a solvent bank, the amount bid, plus the application fee of \$30.00, and to file application in due form before the close of business on said date.

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 contact Niranjana Khalsa at (505) 827-5748, or e-mail at nkhalsa@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. Please contact by May 2.

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 - MAY 20, 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	27 10S 26E	N2	320.00	\$0.50	\$5,000.00
002 VO-002 (D, E)	Chaves	16 11S 31E	E2	320.00	\$0.50	\$5,000.00
003 VO-003	Chaves	15 12S 31E	E2	320.00	\$0.50	\$5,000.00
004 VO-004	Chaves	32 14S 31E	NE4, NW4NW4	200.00	\$0.50	\$3,500.00
005 VO-005	Eddy	32 22S 24E	N2	320.00	\$1.00	\$5,000.00
006 VO-006	Eddy	05 23S 25E	LOT(S) 1, 2, 3, 4, S2N2	321.72	\$1.00	\$5,500.00
007 VO-007	Lea	07 09S 33E	LOT(S) 1, 2, NE4, E2NW4	318.05	\$0.50	\$5,000.00
008 VO-008 (D)	Lea	23 12S 32E	NE4NE4, S2NE4, E2NW4, SE4	360.00	\$0.50	\$6,000.00
009 VO-009	Lea	25 15S 35E	NE4	160.00	\$0.50	\$2,500.00
010 VO-010	Lea	03 15S 36E	S2NE4	80.00	\$0.50	\$1,500.00
011 VO-011	Lea	03 16S 38E	LOT(S) 8, 9, 10	120.00	\$1.00	\$2,000.00
012 VO-012 (D)	Lea	11 16S 38E	NW4	160.00	\$1.00	\$2,500.00
013 VO-013 (E)	Roosevelt	32 05S 33E	S2SW4	80.00	\$0.50	\$1,500.00

Regular Sale - DEADLINE FOR SEALED BIDS IS 9:30 AM - MAY 20, 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
014 VB-001	Lea	34 16S 33E	E2	320.00	\$1.00	\$5,000.00
015 VB-002	Lea	33 18S 37E	NW4SW4	40.00	\$1.00	\$1,000.00
016 VB-003 (D, E)	Lea	19 20S 36E	S2SE4	80.00	\$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 MAY 20, 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
017 V0-O-001 (D)	Chaves	16 11S 31E	W2	320.00	\$0.50	\$5,000.00
018 V0-O-002	Chaves	12 12S 31E	S2NE4	80.00	\$0.50	\$1,500.00
019 V0-O-003	Chaves	15 12S 31E	W2	320.00	\$0.50	\$5,000.00
020 V0-O-004 (E)	Chaves	25 14S 29E	W2NE4, NW4, W2SW4, SE4SW4, NE4SE4	400.00	\$0.50	\$6,500.00
021 V0-O-005 (E)	Chaves	06 15S 30E	E2SE4	80.00	\$0.50	\$1,500.00
022 V0-O-006	Eddy	32 22S 24E	S2	320.00	\$1.00	\$5,000.00
023 V0-O-007	Eddy	09 23S 25E	NE4, E2SE4	240.00	\$1.00	\$4,000.00
024 V0-O-008 (D)	Eddy	32 26S 26E	LOT(S) 1, 2, 3, 4, N2N2 (ALL)	252.20	\$1.00	\$4,000.00
025 V0-O-009 (D)	Lea	27 10S 32E	W2	320.00	\$0.50	\$5,000.00
026 V0-O-010	Lea	30 14S 38E	SE4	160.00	\$0.50	\$2,500.00
027 V0-O-011	Lea	03 15S 36E	LOT(S) 3, 4	80.40	\$0.50	\$1,500.00
028 V0-O-012	Lea	07 15S 36E	LOT(S) 3, 4, E2SW4	159.93	\$0.50	\$2,500.00
029 V0-O-013	Lea	12 15S 36E	E2SE4	80.00	\$0.50	\$1,500.00
030 V0-O-014	Lea	03 16S 38E	LOT(S) 11, 12	80.00	\$1.00	\$1,500.00
031 V0-O-015	Lea	12 16S 38E	NE4	160.00	\$1.00	\$2,500.00
032 V0-O-016 (D, E)	Roosevelt	33 05S 33E	NE4	160.00	\$0.50	\$2,500.00
033 V0-O-017 (E)	Roosevelt	27 06S 34E	N2	320.00	\$0.50	\$5,000.00

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

Regular Sale - ORAL BID MAY 20, 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
034 VB-O-001	Lea	34 16S 33E	W2	320.00	\$1.00	\$5,000.00
035 VB-O-002	Lea	35 16S 33E	N2S2	160.00	\$1.00	\$2,500.00
036 VB-O-003 (D)	Lea	06 18S 38E	LOT(S) 6, 7, E2SW4, SE4	315.15	\$1.00	\$5,000.00
037 VB-O-004	Lea	11 19S 35E	SW4NW4	40.00	\$1.00	\$1,000.00

D: ALL OR PORTION OF SURFACE NON-STATE

ALL HIGH BIDS ARE SUBJECT TO APPROVAL BY THE COMMISSIONER OF PUBLIC LANDS
Page 3 Of 3

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:

<u>TRACT NUMBER</u>	<u>LAND DESCRIPTION</u>	<u>REGULAR SALE</u>	<u>SPECIAL SALE</u>
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	V09664 00	17	09S	27E	E2	320.00	YATES PETROLEUM CORPORATION	\$17,049.60	\$53.28
VO-S-002	V09665 00	2	14S	28E	LOT(S) 3, 4, S2NW4, SW4	320.64	CHASE OIL CORPORATION	\$8,032.03	\$25.05
VO-S-003	V09666 00	32	15S	27E	NE4, SW4NW4, W2SW4, N2SE4, SE4SE4	400.00	CHASE OIL CORPORATION	\$20,020.00	\$50.05
VO-S-004	V09667 00	26	16S	25E	E2NW4	80.00	FEDERAL ABSTRACT COMPANY	\$1,575.00	\$19.69
VO-S-005	V09668 00	2	22S	21E	LOT(S) 3, 4, S2NW4, SW4	319.85	FEDERAL ABSTRACT COMPANY	\$5,500.00	\$17.20
VO-S-006	V09669 00	10	19N	31E	SE4NW4	40.00	CROWN OIL PARTNERS V, L.P.	\$3,000.00	\$75.00
VO-S-007	V09670 00	32	09S	37E	NE4	160.00	CROWN OIL PARTNERS V, L.P. FEDERAL ABSTRACT COMPANY	\$5,260.00 \$2,750.00	\$32.88
VO-S-008	V09671 00	21	12S	38E	N2N2, S2SE4	240.00	FEDERAL ABSTRACT COMPANY	\$4,400.00	\$18.33
VO-S-009	V09672 00	36	24N	08W	SE4NW4	40.00	DOUG J. SCHUTZ FEDERAL ABSTRACT COMPANY DUGAN PRODUCTION CORP ROY G. BARTON JR. FEATHERSTONE DEVELOPMENT CORP ROBERT L BAYLESS PRODUCER LLC	\$144,000.00 \$124,400.00 \$97,616.00 \$93,200.00 \$61,430.00 \$52,320.00	\$3,600.00
VB-S-001	VB2371 00	2	16S	31E	LOT(S) 7, 9, 10, 11	160.00	ROY G. BARTON JR. FEDERAL ABSTRACT COMPANY	\$25,600.00 \$2,625.00	\$160.00
VB-S-002	VB2372 00	32	20H	23E	LOT(S) 3, 4, S2SW4	168.22	FEDERAL ABSTRACT COMPANY	\$3,150.00	\$18.73
VB-S-003	VB2373 00	36	22S	24E	E2	320.00	CROWN OIL PARTNERS V, L.P. FEATHERSTONE DEVELOPMENT CORP YATES PETROLEUM CORPORATION FEDERAL ABSTRACT COMPANY	\$426,560.00 \$65,920.00 \$10,806.40 \$5,500.00	\$1,333.00
VB-S-004	VB2374 00	2	23S	24E	S2	320.00	CROWN OIL PARTNERS V, L.P. FEATHERSTONE DEVELOPMENT CORP YATES PETROLEUM CORPORATION FEDERAL ABSTRACT COMPANY	\$476,480.00 \$65,920.00 \$21,404.80 \$5,500.00	\$1,489.00
VB-S-005	VB2375 00	21	23S	25E	SW4SW4	40.00	FEATHERSTONE DEVELOPMENT CORP DOUGLAS W. FERGUSON CROWN OIL PARTNERS V, L.P. FEDERAL ABSTRACT COMPANY	\$69,460.00 \$30,000.00 \$16,210.00 \$1,100.00	\$1,736.50
VB-S-006	VB2376 00	27	12S	32E	E2	320.00	FEDERAL ABSTRACT COMPANY	\$5,500.00	\$17.19
VB-S-007	VB2377 00	5	16S	32E	LOT(S) 3, 4, 9	117.91	ROY G. BARTON JR. FEDERAL ABSTRACT COMPANY	\$13,902.77 \$2,200.00	\$117.91
VB-S-008	VB2378 00	18	16S	33E	E2	320.00	ROY G. BARTON JR. FEATHERSTONE DEVELOPMENT CORP	\$44,480.00 \$44,160.00	\$139.00

TRACT #	LEASE #	SEC	TWP	RGE	DESCRIPTION	ACRES	BIDDER	BID AMOUNTS	PRICE/ACR
							YATES PETROLEUM CORPORATION FEDERAL ABSTRACT COMPANY	\$21,414.40 \$5,500.00	
VB-S-009	VB2379 00	7	16S	38E	NE4SE4	40.00	BILL FENN YATES PETROLEUM CORPORATION FEDERAL ABSTRACT COMPANY	\$15,200.00 \$1,517.20 \$1,100.00	\$380.00
VB-S-010	VB2380 00	35	22S	35E	S2	320.00	FEATHERSTONE DEVELOPMENT CORP FEDERAL ABSTRACT COMPANY ROY G. BARTON JR. HEADINGTON OIL CO LLC	\$15,680.00 \$5,500.00 \$5,010.00 \$5,000.00	\$49.00
VO-O-001		16	08S	26E	W2		WITHDRAWN		
VO-O-002	VO9673 00	2	14S	28E	LOT(S) 1, 2, S2NE4, SE4	320.48	CHASE OIL CORPORATION	\$5,000.00	\$15.60
VO-O-003	VO9674 00	33	16S	25E	W2NW4	80.00	CROWN OIL PARTNERS V, L.P.	\$1,500.00	\$18.75
VO-O-004	VO9675 00	14	18S	27E	SW4NW4, NW4SW4	80.00	ROBERT G. HOOPER	\$1,500.00	\$18.75
VO-O-005		16	19S	21E	W2		WITHDRAWN		
VO-O-006		2	22S	21E	LOT(S) 1, 2, S2NE4, SE4		WITHDRAWN		
VO-O-007	VO9676 00	15	19N	31E	NE4NE4	40.00	CROWN OIL PARTNERS V, L.P.	\$1,000.00	\$25.00
VO-O-008		8	15S	33E	NW4NE4, SE4NE4, N2NW4		WITHDRAWN		
VB-O-001	VB2381 00	36	22S	24E	W2	320.00	CROWN OIL PARTNERS V, L.P.	\$70,000.00	\$218.75
VB-O-002	VB2382 00	4	23S	25E	LOT(S) 1, 2, S2NE4, SE4	320.63	CROWN OIL PARTNERS V, L.P.	\$420,000.00	\$1,309.92
VB-O-003	VB2383 00	22	23S	25E	SW4NW4	40.00	FEATHERSTONE DEVELOPMENT CORP	\$40,000.00	\$1,000.00
VB-O-004		27	12S	32E	W2		WITHDRAWN		
VB-O-005		14	15S	34E	W2		WITHDRAWN		
VB-O-006		23	15S	34E	W2		WITHDRAWN		
VB-O-007	VB2384 00	18	16S	32E	NE4NW4, SE4SW4	80.00	CROWN OIL PARTNERS V, L.P.	\$1,500.00	\$18.75
VB-O-008		18	16S	33E	LOT(S) 1, 2, 3, 4, E2W2		WITHDRAWN		
VB-O-009	VB2385 00	3	16S	35E	SW4SE4	40.00	FEDERAL ABSTRACT COMPANY	\$7,000.00	\$175.00
VB-O-010	VB2386 00	36	22S	35E	S2	320.00	CROWN OIL PARTNERS V, L.P.	\$14,000.00	\$43.75
VB-O-011		16	23S	36E	SE4SW4, SW4SE4		WITHDRAWN		

**** END OF REPORT ****

HIGHEST BID ANALYSIS
REGULAR SALE April 15, 2014

Total \$ 1,866,349.40 for 29 tracts covering 5,687.73 Acres...\$328.14 per acre.
Sealed (Five Year) \$1,304,849.40 for 19 tracts covering 4,046.62 Acres...\$322.45 per acre.
Oral (Five Year) \$561,500.00 for 10 tracts covering 1,641.11 Acres...\$342.15 per acre.

Total of 38 tracts were offered.... 29 tracts were sold.....13 buyers registered for the sale.

Highest Sealed Bid (Five Year Term) S2 of Section 02, Township 23 South, Range 24 East, containing 320.00 acres, more or less, in Eddy County, approximately 15 miles southwest of Carlsbad, New Mexico, by Crown Oil Partners V, L.P., Midland, TX.
Tract No. VB-004
\$ 476,480.00

Highest Sealed Bid (Five Year Term) SE4NW4 of Section 36, Township 24 North, Range 08 West, containing 40.00 acres, more or less, in San Juan County, approximately 6 miles east of Nageezi, New Mexico, by Doug J. Schutz, Santa Fe, NM.
Per Acre
Tract No. V0-009
\$ 3,600.00

Highest Oral Bid (Five Year Term) LOT (S) 1, 2, S2NE4, SE4 of Section 04, Township 23 South, Range 25 East, containing 320.63 acres, more or less, in Eddy County, approximately 12 miles southwest of Carlsbad, New Mexico, by Crown Oil Partners V, L.P., Midland, TX.
Tract No. VB-O-002
\$ 420,000.00

Highest Oral Bid (Five Year Term) LOT (S) 1, 2, S2NE4, SE4 of Section 04, Township 23 South, Range 25 East, containing 320.63 acres, more or less, in Eddy County, approximately 12 miles southwest of Carlsbad, New Mexico, by Crown Oil Partners V, L.P., Midland, TX.
Per Acre
Tract No. VB-O-002
\$ 1,309.92

March 2013 Regular Sale was \$2,912,523.70 for 8,556.26 acres or \$1,046,174.30 more than the March 2014 Regular Sale.

No Special Sale

Total Sale was \$1,866,349.40



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
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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**

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

Terry Warnell, Division Director, 505-827-5745