

December 7, 2017

BOARD MATTER E-4

ACTION: Consider Results of the October 9, 2017 State of Wyoming Online Oil and Gas Lease Auction

AUTHORITY: W.S. § 36-6-101; Board of Land Commissioners' Rules & Regulations, Chapter 18, Section 5

ALTERNATIVES:

- Approve Applications
- Deny Applications

ANALYSIS:

The following leases were offered at separate public auctions at both 16 2/3% and 12 1/2% royalty rates. Having received no bids, the leases were listed as over-the-counter parcels pursuant to Board of Land Commissioners' Rules and Regulations, Chapter 18, Section 5(c) for no less than sixty days. The leases were then offered competitively at the October 9, 2017 online over-the-counter lease auction. The auction was hosted by Energy Net Services, LLC on the EnergyNet.com website.

<u>LEASE NO.</u>	<u>APPLICANT</u>	<u>DESCRIPTION</u>	<u>ACRES</u>	<u>STIP#</u>
17-00353	Curtis Eugene Breckon	T50N, R69W Tract 40 (formerly Sec 16 all)	640.81	1, 5, 136
17-00354	Adam's Minerals LLC	T50N, R101W Sec 36 Lot 3	22.92	1, 5, 136, 145
17-00355	L6NRG, LLC	T12N, R113W Sec 16 All	640.00	1, 5, 117, 136

In accordance with the Office of State Lands and Investments' existing coordination process with the Wyoming Game and Fish Department and the Wyoming State Historic Preservation Office, Standard Stipulations have been recommended for the auctioned oil and gas lease. The stipulation numbers for the leases are included in the auction results above. The specific language of all Standard Stipulations can be found at:

<http://slf-web.state.wy.us/MLease/auctions/stipulations.pdf>

DIRECTOR'S RECOMMENDATION:

The Director recommends the Board approve the results of the October 9, 2017 State of Wyoming Online Over-The-Counter Oil and Gas Lease Auction described above by issuing the leases with an effective date of December 2, 2017 to the successful bidder on the current oil and gas lease form, at a 16 2/3% royalty rate, with the specified Standard Stipulations.

BOARD ACTION: Board Approved