

**State of Montana
Oil & Gas Lease Sale - June 7, 2016
Lease Sale Results**

The following described lands were offered for oil and gas leasing through oral competitive bidding in the Department of Transportation auditorium, 2701 Prospect Avenue, Helena, Montana, beginning at 9:00 am, June 7, 2016.

Tract	Stipulations	Twp	Rng	Sec	Description	Acres	Bid/Acre	Total Bid	Lessee
Big Horn									
1	1, 2, 3, 4, 5, 6, 7	7.5.S	41.E	36	Lots 1 thru 8, N2S2	454.32	\$1.50	\$681.48	PLATTE RIVER LAND SERVICE, LLC
2	1, 2, 3, 4, 5, 6, 7, 9	8.S	42.E	36	All	640.00	\$1.50	\$960.00	PLATTE RIVER LAND SERVICE, LLC
3	2, 3, 4, 5, 6, 9, 18	9.S	40.E	1	South 30 acres of SW4SW4, south 30 acres of SE4SW4, west 10 acres of SW4SE4, N2NE4SE4SW4, NE4NW4SE4SW4, NW4NE4NW4	87.50	\$1.50	\$131.25	PLATTE RIVER LAND SERVICE, LLC
4	2, 3, 4, 5, 6, 9, 18	9.S	40.E	2	Lots 3, 4, SW4NW4, W2SW4, SE4SW4, N2NE4NE4, W2SW4SE4, E2SE4SE4SE4, SE4NE4SE4SE4	287.97	\$1.50	\$431.96	PLATTE RIVER LAND SERVICE, LLC
5	1, 2, 3, 4, 5, 6, 9, 11, 17	9.S	40.E	11	S2SE4	0.00	\$0.00	\$0.00	TRACT WITHDRAWN
6	1, 2, 3, 4, 5, 6, 9, 11, 17	9.S	40.E	12	NE4, S2	0.00	\$0.00	\$0.00	TRACT WITHDRAWN
7	1, 2, 3, 4, 5, 6, 9, 11, 17	9.S	40.E	14	Part of NE4, part of NE4SW4, part of N2SE4	0.00	\$0.00	\$0.00	TRACT WITHDRAWN
8	1, 2, 3, 4, 5, 6, 9, 11, 17	9.S	40.E	15	W2SW4, part of E2SW4, part of W2SE4	0.00	\$0.00	\$0.00	TRACT WITHDRAWN
9	1, 2, 3, 4, 5, 6, 9, 17	9.S	40.E	16	All	0.00	\$0.00	\$0.00	TRACT WITHDRAWN
10	2, 3, 4, 5, 6, 9, 18	9.S	40.E	23	NW4NW4, tracts in the SW4NW4 and NE4NW4	59.44	\$1.68	\$100.00	PLATTE RIVER LAND SERVICE, LLC
11	2, 3, 4, 5, 6, 9, 18	9.S	40.E	27	Tracts in NW4NE4, S2NE4, NE4NE4, NW4SE4, NE4SE4, SE4SE4, SW4SE4	82.08	\$1.50	\$123.12	PLATTE RIVER LAND SERVICE, LLC
12	1, 2, 3, 4, 5, 6, 10	9.S	42.E	16	All	640.00	\$1.50	\$960.00	PLATTE RIVER LAND SERVICE, LLC
Carter									
13	1, 2, 3, 4, 5, 6, 7, 9	3.N	55.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
14	1, 2, 3, 4, 5, 6, 9	3.N	55.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
15	1, 2, 3, 4, 5, 6, 9	3.N	56.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
16	1, 2, 3, 4, 5, 6	3.N	56.E	36	Lots 1, 2, 3, 4, W2, W2E2	542.73	\$1.50	\$814.10	HIGHLANDS MONTANA CORPORATION
17	1, 2, 3, 4, 5, 6, 7, 9	4.N	55.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
18	1, 2, 3, 4, 5, 6, 9	4.N	55.E	22	E2	320.00	\$1.50	\$480.00	HIGHLANDS MONTANA CORPORATION
19	1, 2, 3, 4, 5, 6, 9	4.N	55.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
20	1, 2, 3, 4, 5, 6, 9, 12	4.N	56.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
21	1, 2, 3, 4, 5, 6, 9	4.N	56.E	28	NW4NE4, E2NE4, NE4SE4, S2S2	320.00	\$1.50	\$480.00	HIGHLANDS MONTANA CORPORATION
22	1, 2, 3, 4, 5, 6, 9	4.N	56.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
Custer									
23	1, 2, 3, 4, 5, 6, 7, 9	3.N	50.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
24	1, 2, 3, 4, 5, 6, 9	3.N	50.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
25	1, 2, 3, 4, 5, 6, 7, 9, 12	3.N	51.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
26	1, 2, 3, 4, 5, 6, 7, 9	3.N	51.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION

Tract	Stipulations	Twp	Rng	Sec	Description	Acres	Bid/Acre	Total Bid	Lessee
Custer									
27	1, 2, 3, 4, 5, 6, 9	3.N	52.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
28	1, 2, 3, 4, 5, 6, 9	3.N	52.E	36	Lots 1, 2, 3, 4, N2	534.80	\$1.50	\$802.20	HIGHLANDS MONTANA CORPORATION
29	1, 2, 3, 4, 5, 6, 9	3.N	53.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
30	1, 2, 3, 4, 5, 6, 9	3.N	53.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
31	1, 2, 3, 4, 5, 6, 9	3.N	54.E	16	All	* 640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
32	1, 2, 3, 4, 5, 6, 7, 9	3.N	54.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
33	1, 2, 3, 4, 5, 6, 7, 9	4.N	50.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
34	1, 2, 3, 4, 5, 6, 9	4.N	50.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
35	1, 2, 3, 4, 5, 6, 7, 9	4.N	51.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
36	1, 2, 3, 4, 5, 6, 7, 9	4.N	51.E	36	Lots 1, 2, 3, 4, N2, N2S2	633.63	\$1.50	\$950.44	HIGHLANDS MONTANA CORPORATION
37	1, 2, 3, 4, 5, 6, 9	4.N	52.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
38	1, 2, 3, 4, 5, 6, 7, 9	4.N	52.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
39	1, 2, 3, 4, 5, 6, 9, 11, 16	4.N	53.E	16	Lots 1, 2, 3, 4, S2NW4, S2SE4, SW4	451.94	\$1.50	\$677.91	HIGHLANDS MONTANA CORPORATION
40	1, 2, 3, 4, 5, 6, 9, 11, 12, 16	4.N	53.E	36	Lots 1 thru 9, W2, SW4NE4, NW4SE4	622.52	\$1.50	\$933.78	HIGHLANDS MONTANA CORPORATION
41	1, 2, 3, 4, 5, 6, 7, 9	4.N	54.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
42	1, 2, 3, 4, 5, 6, 7, 9	4.N	54.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
43	1, 2, 3, 4, 5, 6, 7, 9	5.N	50.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
44	1, 2, 3, 4, 5, 6, 7, 9	5.N	50.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
45	1, 2, 3, 4, 5, 6, 7, 9	5.N	51.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
46	1, 2, 3, 4, 5, 6, 9, 13	5.N	51.E	36	Lots 1 thru 12, N2	752.32	\$1.50	\$1,128.48	HIGHLANDS MONTANA CORPORATION
47	1, 2, 3, 4, 5, 6, 9	5.N	52.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
48	1, 2, 3, 4, 5, 6, 7, 9, 11, 15, 16	5.N	52.E	36	All interest of the State within Section 36	760.00	\$1.50	\$1,140.00	HIGHLANDS MONTANA CORPORATION
49	1, 2, 3, 4, 5, 6, 9	5.N	53.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
50	1, 2, 3, 4, 5, 6, 9, 11, 12	5.N	53.E	31	Lots 4, 5, 6, 7, 8	170.60	\$1.50	\$255.90	HIGHLANDS MONTANA CORPORATION
51	1, 2, 3, 4, 5, 6, 7, 9	5.N	53.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
52	1, 2, 3, 4, 5, 6, 7, 9	5.N	54.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
53	1, 2, 3, 4, 5, 6, 9	5.N	54.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
54	1, 2, 3, 4, 5, 6, 7, 9	6.N	50.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
55	1, 2, 3, 4, 5, 6, 9	6.N	50.E	18	Lots 3, 4, E2SW4, SE4	* 316.11	\$1.50	\$474.16	HIGHLANDS MONTANA CORPORATION
56	1, 2, 3, 4, 5, 6, 7, 9	6.N	50.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
57	1, 2, 3, 4, 5, 6, 9, 12	6.N	51.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
58	1, 2, 3, 4, 5, 6, 7, 9, 12	6.N	51.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
59	1, 2, 3, 4, 5, 6, 7, 9	6.N	52.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
60	1, 2, 3, 4, 5, 6, 7, 9	6.N	52.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
61	1, 2, 3, 4, 5, 6, 7, 9	6.N	53.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
62	1, 2, 3, 4, 5, 6, 7, 9	6.N	53.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
63	1, 2, 3, 4, 5, 6	6.N	54.E	3	Lots 1 thru 12, S2	761.68	\$1.50	\$1,142.52	HIGHLANDS MONTANA CORPORATION

Tract	Stipulations	Twp	Rng	Sec	Description	Acres	Bid/Acre	Total Bid	Lessee
Custer									
64	1, 2, 3, 4, 5, 6	6.N	54.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
65	1, 2, 3, 4, 5, 6, 7, 9	6.N	54.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
66	1, 2, 3, 4, 5, 6, 7	7.N	50.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
67	1, 2, 3, 4, 5, 6, 7, 9	7.N	50.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
68	1, 2, 3, 4, 5, 6, 9	7.N	51.E	16	All	* 640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
69	1, 2, 3, 4, 5, 6, 7, 9, 11, 12, 16	7.N	51.E	36	Lots 1 thru 8, SE4NW4, NE4NE4, E2SE4, SW4SW4	428.06	\$1.50	\$642.09	HIGHLANDS MONTANA CORPORATION
70	1, 2, 3, 4, 5, 6, 7, 9	7.N	52.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
71	1, 2, 3, 4, 5, 6, 7, 9	7.N	52.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
72	1, 2, 3, 4, 5, 6, 7	7.N	53.E	16	W2, N2NE4, S2SE4	480.00	\$1.50	\$720.00	HIGHLANDS MONTANA CORPORATION
73	1, 2, 3, 4, 5, 6, 7	7.N	53.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
74	1, 2, 3, 4, 5, 6	7.N	54.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
75	1, 2, 3, 4, 5, 6	7.N	54.E	35	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
76	1, 2, 3, 4, 5, 6	7.N	54.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
77	1, 2, 3, 4, 5, 6, 7	8.N	50.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
78	1, 2, 3, 4, 5, 6, 7	8.N	50.E	36	All	* 640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
79	1, 2, 3, 4, 5, 6, 7, 9	8.N	51.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
80	1, 2, 3, 4, 5, 6, 9, 11	8.N	51.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
81	1, 2, 3, 4, 5, 6, 7, 9	8.N	52.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
82	1, 2, 3, 4, 5, 6, 7	8.N	52.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
83	1, 2, 3, 4, 5, 6, 7	8.N	53.E	10	N2	320.00	\$1.50	\$480.00	HIGHLANDS MONTANA CORPORATION
84	1, 2, 3, 4, 5, 6, 9	8.N	53.E	12	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
85	1, 2, 3, 4, 5, 6	8.N	53.E	14	W2W2	160.00	\$1.50	\$240.00	HIGHLANDS MONTANA CORPORATION
86	1, 2, 3, 4, 5, 6, 7	8.N	53.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
87	1, 2, 3, 4, 5, 6, 7	8.N	53.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
88	1, 2, 3, 4, 5, 6	8.N	54.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
89	1, 2, 3, 4, 5, 6, 9	8.N	54.E	24	W2	* 320.00	\$1.50	\$480.00	HIGHLANDS MONTANA CORPORATION
90	1, 2, 3, 4, 5, 6, 7	8.N	54.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
Fallon									
91	1, 2, 3, 4, 5, 6, 7, 9	5.N	55.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
92	1, 2, 3, 4, 5, 6, 9	5.N	55.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
93	1, 2, 3, 4, 5, 6, 7, 9, 11	5.N	56.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
94	1, 2, 3, 4, 5, 6, 7, 9	5.N	56.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
95	1, 2, 3, 4, 5, 6, 9	6.N	55.E	6	Lots 3, 4, 5, 6, 11, 12, 13, NE4SW4	300.43	\$1.50	\$450.64	HIGHLANDS MONTANA CORPORATION
96	1, 2, 3, 4, 5, 6, 9	6.N	55.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
97	1, 2, 3, 4, 5, 6, 9	6.N	55.E	20	NE4, N2NW4, SE4NW4	280.00	\$1.50	\$420.00	HIGHLANDS MONTANA CORPORATION
98	1, 2, 3, 4, 5, 6, 9, 11	6.N	55.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
99	1, 2, 3, 4, 5, 6, 7, 9	6.N	56.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION

Tract	Stipulations	Twp	Rng	Sec	Description	Acres	Bid/Acre	Total Bid	Lessee
Fallon									
100	1, 2, 3, 4, 5, 6, 8, 9	6.N	56.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
101	1, 2, 3, 4, 5, 6, 9	7.N	55.E	14	W2, less 1 acre in the SW4	319.00	\$1.50	\$478.50	HIGHLANDS MONTANA CORPORATION
102	1, 2, 3, 4, 5, 6, 9	7.N	55.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
103	1, 2, 3, 4, 5, 6, 9	7.N	55.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
104	1, 2, 3, 4, 5, 6, 7, 9	7.N	56.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
105	1, 2, 3, 4, 5, 6, 9	7.N	56.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
106	1, 2, 3, 4, 5, 6, 9	8.N	55.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
107	1, 2, 3, 4, 5, 6, 9	8.N	55.E	22	NW4, N2NE4, N2SW4	* 320.00	\$1.50	\$480.00	HIGHLANDS MONTANA CORPORATION
108	1, 2, 3, 4, 5, 6, 8, 9	8.N	55.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
109	1, 2, 3, 4, 5, 6, 9	8.N	56.E	16	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
110	1, 2, 3, 4, 5, 6, 7, 9	8.N	56.E	22	S2	* 320.00	\$1.50	\$480.00	HIGHLANDS MONTANA CORPORATION
111	1, 2, 3, 4, 5, 6, 9	8.N	56.E	24	N2	320.00	\$1.50	\$480.00	HIGHLANDS MONTANA CORPORATION
112	1, 2, 3, 4, 5, 6, 7, 9, 12	8.N	56.E	36	All	640.00	\$1.50	\$960.00	HIGHLANDS MONTANA CORPORATION
Richland									
113	1, 2, 3, 4, 5, 6, 14, 16	23.N	60.E	5	Yellowstone Riverbed and related acreage	295.00	\$7.00	\$2,065.00	BEYOND HORIZON, LLC
114	1, 2, 3, 4, 5, 6, 14, 16	23.N	60.E	6	Yellowstone Riverbed and related acreage	41.00	\$50.00	\$2,050.00	BEYOND HORIZON, LLC
115	1, 2, 3, 4, 5, 6, 14, 16	23.N	60.E	8	Yellowstone Riverbed and related acreage	178.00	\$11.00	\$1,958.00	BEYOND HORIZON, LLC
116	1, 2, 3, 4, 5, 6, 14, 16	23.N	60.E	17	Yellowstone Riverbed and related acreage	107.00	\$20.00	\$2,140.00	BEYOND HORIZON, LLC
117	1, 2, 3, 4, 5, 6, 12, 19	24.N	58.E	16	All	640.00	\$6.00	\$3,840.00	BEYOND HORIZON, LLC
118	1, 2, 3, 4, 5, 6, 12, 19	24.N	58.E	36	Lots 1, 2, 3, N2, NW4SE4, N2SW4	560.49	\$60.00	\$33,629.40	BEYOND HORIZON, LLC
119	1, 2, 3, 4, 5, 6, 19	24.N	59.E	16	All	640.00	\$315.00	\$201,600.00	BEYOND HORIZON, LLC
120	1, 2, 3, 4, 5, 6, 14, 16	24.N	60.E	29	Yellowstone Riverbed and related acreage	77.00	\$50.00	\$3,850.00	BEYOND HORIZON, LLC
121	1, 2, 3, 4, 5, 6, 14, 16	24.N	60.E	31	Yellowstone Riverbed and related acreage	261.00	\$25.00	\$6,525.00	BEYOND HORIZON, LLC
122	1, 2, 3, 4, 5, 6, 14, 16	24.N	60.E	32	Yellowstone Riverbed and related acreage	143.00	\$35.00	\$5,005.00	BEYOND HORIZON, LLC
Sheridan									
123	1, 2, 3, 4, 5, 6, 19	31.N	56.E	36	NW4	160.00	\$3.00	\$480.00	MONKOTA PETROLEUM CORPORATION
124	1, 2, 3, 4, 5, 6, 8, 19	31.N	59.E	16	Lots 1, 2, 3, 4, W2	504.28	\$1.75	\$882.49	MONKOTA PETROLEUM CORPORATION
125	1, 2, 3, 4, 5, 6, 19	32.N	58.E	36	All	640.00	\$1.50	\$960.00	RICHARD E. SAMPSEN
126	1, 2, 3, 4, 5, 6, 12, 19	36.N	58.E	16	All	* 640.00	\$1.50	\$960.00	RICHARD E. SAMPSEN
127	1, 2, 3, 4, 5, 6, 8, 12, 13, 19	37.N	58.E	16	Lots 1, 2, 3, N2, SW4	* 558.16	\$1.50	\$837.24	RICHARD E. SAMPSEN

* Part or all of tract is not state-owned surface

Summary by Lessor

	Total Acres	Total Tracts
Dept. of Natural Resources and Conservation	66,730.06	122

Oil and Gas Lease Sale Summary

Total Tracts	122
Total Acres	66,730.06
Total Bid Revenue	\$358,720.66
Average Bid Per Acre	\$5.38

State of Montana
Oil & Gas Lease Sale - June 7, 2016
Stipulations

- 1 Lessee shall notify and obtain approval from the Department's Trust Land Management Division (TLMD) prior to constructing well pads, roads, power lines, and related facilities that may require surface disturbance on the tract. Lessee shall comply with any mitigation measures stipulated in TLMD's approval.
- 2 Prior to the drilling of any well on or into the lease premises, lessee shall send one copy of the well prognosis, including Form 22 "Application for Permit" to the Department's Trust Land Management Division (TLMD). After a well is drilled and completed, lessee shall send one copy of all logs run, Form 4A "Completion Report", and geologic report to TLMD. A copy of Form 2 "Sundry Notice and Report of Wells" or other appropriate Board of Oil and Gas Conservation form shall be sent to TLMD whenever any subsequent change in well status or operator is intended or has occurred. Lessee shall also notify and obtain approval from the TLMD prior to plugging a well on the lease premises.

Issuance of this lease in no way commits the Land Board to approval of coal bed methane production on this lease. Any coal bed methane extraction wells would require subsequent review and approval by the board.
- 3 The TLMD will complete an initial review for cultural resources and, where applicable, paleontological resources of the area intended for disturbance and may require a resources inventory. Based on the results of the inventory, the TLMD may restrict surface activity for the purpose of protecting significant resources located on the lease premises.
- 4 The lessee shall be responsible for controlling any noxious weeds introduced by lessee's activity on State-owned land and shall prevent or eradicate the spread of those noxious weeds onto land adjoining the lease premises. The lessee's methods of control shall be reviewed and approved by the Department's Unit Office that has jurisdiction for that locale.
- 5 The definitions of "oil" and "gas" provided in 82-1-111, MCA, do not apply to this lease for royalty calculation purposes.
- 6 If the State does not own the surface, the lessee must contact the owner of the surface in writing at least 30 days prior to any surface activity. A copy of the correspondence shall be sent to TLMD.
- 7 Due to unstable soil conditions on this tract and/or topography that is rough and/or steep, surface use may be restricted or denied. Seismic activity may be restricted to poltershots.
- 8 The lessee is responsible to pay for all damages, including penalties and charges assessed by the USDA-CFSA on CRP lands, as a result of drilling and production on the tract.
- 9 This lease is located within designated sage grouse general habitat. Proposed activities are subject to, and shall comply with, all provisions, stipulations and mitigation requirements of the Montana Sage Grouse Habitat Conservation Strategy, as implemented by Governor's Executive Orders 10-2014, 12-2015, and amendments thereto. Contact the TLMD prior to preparing a project proposal.
- 10 This lease is located within designated sage grouse core habitat. Proposed activities are subject to, and shall comply with, all provisions, stipulations and mitigation requirements of the Montana Sage Grouse Habitat Conservation Strategy, as implemented by Governor's Executive Orders 10-2014, 12-2015, and amendments thereto. Contact the TLMD prior to preparing a project proposal.
- 11 Unless otherwise approved by the Department in writing, wells and related surface infrastructure, including new road construction, are prohibited within 1/2 mile of the centerline of a navigable river, lake or reservoir, and within 1/4 mile of direct perennial tributary streams of navigable waterways, on or adjacent to the tract. No surface occupancy is allowed within the bed of a river, stream, lake or reservoir, islands and accretions or abandoned channels.
- 12 Due to the floodplain/wetlands area(s), surface use may be restricted or denied.

- 13 Any activity within 1/8 mile of the river, stream, floodplain, or lake/reservoir on or adjacent to this tract must be approved in writing by the TLMD prior to commencement. No surface occupancy is allowed within the bed of the river and/or stream, abandoned channels, the bed of the lake/reservoir, or on islands and accretions associated with the river, stream, or lake/reservoir.
- 14 This tract contains navigable riverbeds. No surface occupancy is allowed within the bed of the navigable river, abandoned channels, or on islands and accretions. In addition, upon completion of a successful well, where river title is disputed, the lessee will file an interpleader action under Rule 22, M.R.Civ.P. in the Montana District Court, or other court having jurisdiction, in which the leased lands are located for all acreage within the lease in which the title is disputed. The lessee shall name all potential royalty claimants as defendants.
- 15 This tract contains non-navigable river/lake bed(s). The State, as a riparian owner, may have an ownership claim to adjacent river/lake bed(s) and related acreage in this tract. Upon completion of a successful well, where river or lake title or adjoining land title is disputed, the lessee will file an interpleader action under Rule 22, M.R.Civ.P. in the Montana District Court, or other court having jurisdiction, in which the leased lands are located for all acreage within the lease in which the title is disputed. The lessee shall name all potential royalty claimants as defendants.
- 16 If the lessee completes a successful oil and/or gas well, and if land title is disputed, the lessee shall fund professional land surveys as needed to determine the location and acreage encompassed by the spacing and/or pooling unit and the state lease acreage within that unit. Surveys shall be conducted by a licensed land surveyor acceptable to the Department, and shall be prepared pursuant to survey requirements provided by the Department.
- 17 This lease is issued subject to a prior existing State of Montana coal lease. Lessee's right to search for, develop, and produce oil and gas may be restricted by such prior existing lease rights.
- 18 No surface occupancy shall be allowed on this tract unless otherwise approved in writing by the Administrator of Water Resources Division, DNRC.
- 19 If whooping cranes are observed on-site, construction and/or maintenance activities shall be suspended until birds leave the area.

DEPARTMENT OF NATURAL RESOURCES
AND CONSERVATION

Trust Land Management Division



STEVE BULLOCK, GOVERNOR

1625 ELEVENTH AVENUE

DIRECTOR'S OFFICE (406) 444-2074
TELEFAX NUMBER (406) 444-2684

PO BOX 201601
HELENA, MONTANA 59620-1601

TO ALL INTERESTED PARTIES:

RE: September 7, 2016 Oil and Gas Lease Sale

In order to give as much advance notice as possible, please be advised that the date of the September 2016 Oil and Gas Lease Sale has been set for **WEDNESDAY, SEPTEMBER 7, 2016**, at 9:00 A.M. in the auditorium of the Department of Transportation building at 2701 Prospect Avenue, Helena, Montana, east of the interstate highway. Please call the Department of Natural Resources and Conservation for detailed directions, if necessary.

The deadline filing date for submitting applications on tracts to be nominated for the sale in September is 5:00pm on June 21, 2016. Applications must be received in this office by that date. If you have any questions, please contact me at jmason2@mt.gov or (406) 444-4576.

Julie Mason, Supervisor
Mineral Leasing Section
Minerals Management Bureau