

MINUTES

STATE MINERAL AND ENERGY BOARD

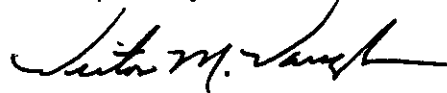
REGULAR MEETING AND LEASE SALE

MAY 13, 2015

**STATE MINERAL AND ENERGY BOARD
REGULAR MEETING AND LEASE SALE
MAY 13, 2015**

The Committee Meetings and Regular Board Meeting and Lease Sale of the State Mineral and Energy Board were cancelled on Wednesday, May 13, 2015, due to the inability to attain a quorum of the Board. All items listed on the May 13, 2015 Mineral and Energy Board Committee Agendas and Regular Meeting Agenda are deferred to the June 10, 2015 Mineral and Energy Board Committee Agendas and Regular Meeting Agenda.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Victor M. Vaughn", written in a cursive style.

Victor M. Vaughn
Executive Officer
State Mineral and Energy Board

THE FOLLOWING OPENING OF SEALED
BIDS MEETING MINUTES WERE MADE A
PART OF THE MAY 13, 2015 STATE
MINERAL AND ENERGY BOARD
REGULAR MEETING AND LEASE SALE
MINUTES BY REFERENCE

STATE MINERAL AND ENERGY BOARD
OPENING OF SEALED BIDS MINUTES
MAY 13, 2015

A public meeting for the purpose of opening sealed bids was held on Wednesday, May 13, 2015, beginning at 8:31 a.m. in the LaBelle Room, First Floor, LaSalle Office Building, Baton Rouge, Louisiana.

Recorded as present were:

Victor Vaughn, Geologist Administrator-Geological & Engineering Division, and
Executive Officer to the State Mineral and Energy Board
Stacey Talley, Deputy Assistant Secretary of the Office of Mineral Resources
Rachel Newman, Director-Mineral Income Division
Frederick Heck, Director-Petroleum Lands Division
Emile Fontenot, Assistant Director-Petroleum Lands Division
James Devitt, Attorney-DNR Office of the Secretary

Mr. Victor Vaughn presided over the meeting. He then read the letter of notification certifying the legal sufficiency of the advertisement of tracts which had been published for lease by the Board at today's sale. Mr. Vaughn read the letter as follows:

May 13, 2015

**TO: MEMBERS OF THE STATE MINERAL AND ENERGY BOARD AND
REPRESENTATIVES OF THE OIL AND GAS INDUSTRY**

Gentlemen:

Certified proofs of publication have been received in the Office of Mineral Resources on behalf of the State Mineral and Energy Board for the State of Louisiana from the "Advocate," official journal for the State of Louisiana, and from the respective parish journals as evidence that Tract Nos. 44285 through 44286, have been advertised in accordance with and under the provisions of Chapter 2, Title 30 of the Revised Statutes of 1950, as amended.

Yours very truly,

(Original signed)

Emile Fontenot
Assistant Director
Petroleum Lands Division

Mr. Vaughn then stated that a letter of protest was received for today's Lease Sale from Miami Corporation on Tract No. 44286.

For the record, Mr. Vaughn stated that there were no tracts to be withdrawn from today's Lease Sale.

The following bids were then opened and read aloud to the assembled public by Mr. Emile Fontenot.

INLAND TRACTS

Tract 44285		
Bidder	:	Will-Drill Resources, Inc.
Primary Term	:	Three (3) years
Cash Payment	:	\$4,823.00
Annual Rental	:	\$2,411.50
Royalties	:	25.000% on oil and gas
	:	25.000% on other minerals
Additional Consideration	:	None

Tract 44286 (Portion – 36.070 acres)		
Bidder	:	Audubon Energy, LLC
Primary Term	:	Three (3) years
Cash Payment	:	\$6,312.25
Annual Rental	:	\$3,156.13
Royalties	:	21.000% on oil and gas
	:	21.000% on other minerals
Additional Consideration	:	None

This concluded the reading of the bids.

There being no further business, the meeting was concluded at 8:35 a.m.

Respectfully submitted,



Victor M. Vaughn
Executive Officer
State Mineral and Energy Board