

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Office NEVADA

Serial No. 32101

OFFER TO LEASE AND LEASE FOR OIL AND GAS
(Sec. 17 Noncompetitive Public Domain Lease)

The undersigned hereby offers to lease all or any of the lands described in item 2 that are available for lease, pursuant and subject to the terms and provisions of the Act of February 25, 1920 (41 Stat. 437, 30 U. S. C. sec. 181), as amended, hereinafter referred to as the Act and to all reasonable regulations of the Secretary of the Interior now or hereafter in force, when not inconsistent with any express and specific provisions herein which are made a part hereof.

1. **McMoran-Freeport Oil Company**

Please notify the
nearest office of any
change of address.

P. O. Box 61922

(Number and Street)

New Orleans, Louisiana 70161

(City, State, ZIP Code)

Mount Diablo

2. Land requested:	State	County	Eureka	T. -26-N: R-52-E: / -26-N -53-E	Meridian
TOWNSHIP 26 NORTH, RANGE 52 EAST					
Section 1:	Lots 1,2,3&4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$				
Section 2:	Lots 1,2,3&4, S $\frac{1}{2}$ N $\frac{1}{2}$, N $\frac{1}{2}$ S $\frac{1}{2}$, S $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$				
Section 11:	ALL				
Section 13:	ALL				
Section 23:	ALL				
Section 25:	ALL				
Section 26:	ALL				
				Total Area	7,101.29 Acres

3. Land included in lease: State _____ County _____ T. : R. : Meridian _____

This lease embraces the land described in item 2.



NOT IN A KNOWN GEOLOGIC
STRUCTURE ON DATE OF
USGS REPORT

RECEIVED
BUREAU OF LAND MANAGEMENT
MOUNT DIABLO
CALIF. FEB 17 1981

(Offeror does not fill in this block) Total Area 7101.29 Acres Rental retained \$ 7102.00

4. Amount remitted: Filing fee \$10, Rental \$ 7,102.00 Total \$ 7,112.00

5. Undersigned certifies as follows:

(a) Offeror is a citizen of the United States. Native born _____ Naturalized _____ Corporation or other legal entity (specify what kind): A Delaware Corporation (See Corporate Qualification File No. W-56943 at the Bureau of Land Management Office in Cheyenne, Wyoming.)

(b) Offeror's interests, direct and indirect, do not exceed 200,000 acres in oil and gas options or 248,080 chargeable acres in options, offers to lease and leases in the same State, or 300,000 chargeable acres in leases, offers to lease and options in each leasing district in Alaska. (c) Offeror accepts as a part of this lease, to the extent applicable, the stipulations provided for in 43 CFR 3103.2. (d) Offeror is 21 years of age or over (or if a corporation or other legal entity, is duly qualified as shown by state-tract surveys by appropriate subdivisions thereof, or all unsurveyed lands not covered by protracted surveys by metes and bounds, and further states that there are no settlers on unsurveyed lands described herein.

6. Offeror is is not the sole party in interest in this offer and lease, if issued. (If not the sole party in interest, statements should be filed as prescribed in Item 6 of the Special Instructions.)

7. Offeror's signature to this offer shall also constitute offeror's signature to, and acceptance of, this lease and any amendment thereto that may cover any land described in this offer open to lease application at the time the offer was filed but omitted from this lease for any reason, or signature to, or acceptance of, any separate lease for such land. The offeror further agrees that (a) this offer cannot be withdrawn, either in whole or in part, unless the withdrawal is received by the land office before this lease, an amendment to this lease, or a separate lease, whichever covers the land described in the withdrawal, has been signed in behalf of the United States, and (b) this offer and lease shall apply only to lands not within a known geologic structure of a producing oil or gas field.

8. If this lease form does not contain all of the terms and conditions of the lease form in effect at the date of filing, the offeror further agrees to be bound by the terms and conditions contained in that form.

9. It is hereby certified that the statements made herein are complete and correct to the best of offeror's knowledge and belief and are made in good faith.

Offeror duly executed this instrument this 14th day of February, 1981

(Lessee signature)

FREEMPORT OIL COMPANY

By: James H. Frizell
(Name signature)

James H. Frizell, Sr. Vice President

(Attorney-in-fact)

This lease for the lands described in item 3 above is hereby issued, subject to the provisions of the offer and on the reverse side hereof. Subject to the attached stipulations

THE UNITED STATES OF AMERICA

By: William K. Starn Acting

Chief, Branch of Lands & Minerals Operations (TRM)

JUL 31 1981 (Date)

Effective date of lease AUG 01 1981

THIS OFFER MAY BE REJECTED AND RETURNED TO THE OFFEROR AND WILL AFFORD THE OFFEROR NO PRIORITY IF IT IS NOT PROPERLY FILLED IN AND EXECUTED OR IF IT IS NOT ACCOMPANIED BY THE REQUIRED DOCUMENTS OR PAYMENTS.

18 U. S. C. sec. 1001 makes it a crime for any person knowingly and willfully to make to any Department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. This form may be reproduced provided that the copies are exact reproductions on one sheet of both sides of this official form, in accordance with the provisions of 43 CFR 3122.1(a)

LEASE TERMS

Section 2. Rights of lease. The lease is granted the certain right and... Section 3. Term of lease. The lease shall be in full force and effect...

Section 4. Payment of rent. The rent shall be paid in advance... Section 5. Insurance. The lessee shall maintain and keep in force...

Section 6. Assignment and sublease. The lessee shall not assign or sublease... Section 7. Termination. This lease shall terminate on the expiration...

Section 8. Compliance with laws. Within 30 days of demand, or if the... Section 9. Waste. The lessee shall not commit waste on the leased...

Section 10. Remedies available. In any event and regardless of whether... Section 11. Force and effect. This lease shall be in full force and effect...

Section 12. Assignment and sublease. The lessee shall not assign or sublease... Section 13. Termination. This lease shall terminate on the expiration...

Section 14. Compliance with laws. Within 30 days of demand, or if the... Section 15. Waste. The lessee shall not commit waste on the leased...

Section 16. Remedies available. In any event and regardless of whether... Section 17. Force and effect. This lease shall be in full force and effect...

Section 18. Assignment and sublease. The lessee shall not assign or sublease... Section 19. Termination. This lease shall terminate on the expiration...

Section 20. Compliance with laws. Within 30 days of demand, or if the... Section 21. Waste. The lessee shall not commit waste on the leased...

Section 22. Remedies available. In any event and regardless of whether... Section 23. Force and effect. This lease shall be in full force and effect...

Section 24. Assignment and sublease. The lessee shall not assign or sublease... Section 25. Termination. This lease shall terminate on the expiration...

Section 26. Compliance with laws. Within 30 days of demand, or if the... Section 27. Waste. The lessee shall not commit waste on the leased...

Section 28. Remedies available. In any event and regardless of whether... Section 29. Force and effect. This lease shall be in full force and effect...

Section 30. Assignment and sublease. The lessee shall not assign or sublease... Section 31. Termination. This lease shall terminate on the expiration...

Section 32. Compliance with laws. Within 30 days of demand, or if the... Section 33. Waste. The lessee shall not commit waste on the leased...

Section 34. Remedies available. In any event and regardless of whether... Section 35. Force and effect. This lease shall be in full force and effect...

Section 36. Assignment and sublease. The lessee shall not assign or sublease... Section 37. Termination. This lease shall terminate on the expiration...

Section 38. Compliance with laws. Within 30 days of demand, or if the... Section 39. Waste. The lessee shall not commit waste on the leased...

Section 40. Remedies available. In any event and regardless of whether... Section 41. Force and effect. This lease shall be in full force and effect...

Section 42. Assignment and sublease. The lessee shall not assign or sublease... Section 43. Termination. This lease shall terminate on the expiration...

A GENERAL INSTRUCTIONS

1. The lessee shall not assign or sublease... 2. The lessee shall not commit waste on the leased...

INSTRUCTIONS

1. If offered in a corporation it must contain a statement... 2. The lessee shall not assign or sublease...

SPECIAL INSTRUCTIONS

1. That area of land requested should be shown in area... 2. This area is not to be leased on. Where lease is issued the agency...

STATE OF LOUISIANA)
) ss
PARISH OF ORLEANS)

On MAY 12, 1983 personally appeared before me,
a notary public, James R. Frizell, who acknowledged that he executed the
above instrument as his free and voluntary act on behalf of Freeport Oil
Company whose name was changed by merger to McMoran-Freeport Oil Company.

SEAL
Affixed

Walton D. Sanchez
Notary Public

At Death
My commission expires:

RECORDED AT REQUEST OF
McMoran-Freeport Oil Co.
BOOK 113 PAGE 488

83 AUG 31 11:07

OFFICIAL RECORDS
EUREKA COUNTY, NEVADA
M.N. REBALEATI, RECORDER
FILE NO. 88955
FFE \$ 7.00

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