

U. S. DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT 130832

Serial No.
1-NV-641
M-1621 WRH

OFFER TO LEASE AND LEASE FOR OIL AND GAS

This landowner offers to lease all or any of the lands in Item 2 that are in either his own possession or to the Mineral Leasing Act of 1920, as amended and supplemented (40 U.S.C. 205) or to the Mineral Leasing Act for Augmented Lands of 1947, as amended (40 U.S.C. 205c). The Attorney General's Opinion of April 2, 1941 (40 Op. Att'y. Gen. 41), or the

READ INSTRUCTIONS BEFORE COMPLETING

1 Marathon Oil Company
P.O. Box 3122
Houston TX 77253

2. Landowner's lease is for less than PUBLIC DOMAIN LANDS
Managing agency of lands other than BLM _____ Unit Project _____
Surface of land required _____ Date Acq. _____ Sale Due Today _____ 08/08/89

130832 INSTRUCTIONS BELOW PRIOR TO COMPLETING PARCEL NUMBER AND SALE DATE.

R Meridian State County

Amount Filing fee \$ 75.00 Amount for \$ 960.00 Total area applied for \$ 639.00
Total \$ 1035.00

DO NOT WRITE BELOW THIS LINE

3. Land in lease

R Meridian State County
11 N., R. 14 E., MOD, Nevada
in BIA No 167)
Sec. 06, Lots 1-2, SECTION, SE4NW, T15S, R14E,
Lin County, Nevada 639.00 Acres

WHEN REPORTED PERTAIN TO
MARATHON OIL COMPANY
CONTRACTS & PARTNERSHIP
P.O. BOX 3122, BLM 2325
HOUSTON, TEXAS 77253
Total area in lease \$ 639.00
Rental amount \$ 960.00

The lessee granting the exclusive right to drill for, mine, extract, remove and dispose of all the oil and gas (except helium) in the lands described in Item 2 together with the right to build and/or necessary improvements thereon for the terms indicated below, subject to renewal or extension in accordance with the appropriate leasing authority. Rights granted are subject to grants, the terms, conditions, and attached stipulations of the lease, the Secretary of the Interior's regulations and formal orders in effect at time of lease issuance, and to regulations and formal orders promulgated when not inconsistent with lease rights granted or specific provisions of this lease.

This lease is issued to the high bidder pursuant to his/her duly executed bid or nomination form submitted under 43 CFR 3120 and is subject to the provisions of that bid or nomination form specified on this form.

Temporary term of lease

One year

Five years

THE UNITED STATES OF AMERICA

by Mark A. Boe
Chief, Branch of Minerals
and Minerals Operations AUG 17 1989

(Date) (Date)

BOOK 206 PAGE 218

EFFECTIVE DATE OF LEASE SEP 1 1989

RECEIVED

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

COMPETITIVE OIL AND GAS OR
GEOTHERMAL RESOURCES LEASE BID
0 U.S.C. 181 et seq., 30 U.S.C. 351-359,
30 U.S.C. 1001-1025, 42 U.S.C. 6508

FORM APPROVED
OMB NO. 1004-0074
Expires Feb 28, 1991

PARCEL NUMBER <small>(Include name of known geothermal resource area if bid is for geothermal resources lease)</small>	AMOUNT OF BID (See Instructions on reverse)	
	TOTAL BID	PAYMENT SUBMITTED WITH BID
1-08-89-068	\$ 7.50	5835-

WHEN RECORDED RETURN TO:
MAPLETON CR CENTER
CONTRACTS & PAYMENTS DEPT
P.O. BOX 3128, BISMARCK, ND
ND 58501-3128

The private regulations applicable to this bid are: (1) for oil and gas leases - 43 CFR 3120; (2) for National Petroleum Reserve-Alaska (NPR-A) leases - 43 CFR 3132; and (3) for Geothermal resources leases - 43 CFR 3220. (See details concerning lease qualifications on reverse.)

I CERTIFY THAT I have read and am in compliance with, and not in violation of, the lessee qualification requirements under the applicable regulations for this lease.

I CERTIFY THAT this bid is not in violation of 16 U.S.C. 1860 which prohibits unlawful combination or intimidation of bidders. I further certify that the bid was at independently and is tendered without collusion with any other bidder for the purpose of restricting competition.

IMPACT NOTICE: Execution of this form, where the offer is the high bid, constitutes a binding lease offer, including all applicable terms and conditions. Failure to comply with the applicable laws and regulations under which this bid is made shall result in rejection of the bid and forfeiture of all earnest money.

Patton Oil Company
(Print or type name of Bidder) (Initials)

P. O. Box 3128
(Address of Bidder) (Initials)

M. Bullock
M. Bullock, (Signature of Bidder/Bidder's Attorney-in-Fact)

Houston, Texas 77253
(City, State, and zip code)

I, M. Bullock, do hereby assume, or any person knowingly and willingly so make to any department or agency of the United States and State, including representations as to any matter within its jurisdiction.

RECORDED

Book 206 Page 220

1450-0001-5C

QUALIFICATIONS

For leases that may be issued as a result of this sale under the Mineral Leasing Act (The Act) of 1920, as amended, the oral bidder must: (1) Be a citizen of the United States, an association (including partners and family) of such citizens; a municipality, or a corporation organized under the laws of the United States or of any State or by thereof, (2) Be in compliance with acreage limitation requirements wherein the bidder's interests, direct and indirect, in oil and gas leases in the State identified do not exceed 246,000 acres each in domain or acquired lands including acreage covered by this lease which not more than 200,000 acres are under options. If this submitted for lands in Alaska, the bidder's holdings in each of the leasing districts do not exceed 300,000 acres, of which no more than 200,000 acres are under options in each district, (3) Be in compliance with Federal coal lease holdings as provided in sec. 1(a) of the Act; (4) Be in compliance with reclamation requirements for all Federal oil and gas holdings as required by sec. 1(a) of the Act; (5) Not be in violation of sec. 41 of the Act; and (6) Certify that all parties in interest in this bid are in compliance with 43 CFR Group 3200 and 3100 and the leasing authorities cited herein.

For leases that may be issued as a result of this sale under the Geothermal Steam Act of 1978, as amended, the bidder must: (1) Be a citizen of the United States; an association of such citizens; a municipality, or a corporation organized under the laws of the United States or of any State or Territory thereof, and (2) Be in compliance with acreage limitation requirements wherein the bidder's interests, direct and indirect, do not exceed 51,200 acres; and (3) Certify that all parties in interest in this bid are in compliance with 43 CFR Group 3200 and the leasing authority cited herein.

INSTRUCTIONS

INSTRUCTIONS FOR OIL AND GAS BID
(Except NPR-A)

A separate bid for each parcel is required. Identify parcel by the parcel number assigned in the *Notice of Competitive Lease Sale*.

Bid must be accompanied by the national minimum acceptable bid, first year's rental and the administrative fee. The remittance must be in the form specified in 43 CFR 3103.1-1. The remainder of the bid, if any, must be submitted to the proper BLM office within 10 working days after the last day of the oral auction.

If bidder is not the sole party in interest in the lease for which the bid is submitted, all other parties in interest may be required to furnish evidence of their qualifications upon written request by the authorized officer.

If bid may be executed (signed) before the oral auction. If signed before the oral auction, this form cannot be modified without being executed again.

In view of the above requirement (4), bidder may wish to leave MOUNT OF BID section blank so that final bid amount may be completed by the bidder or the Bureau of Land Management after the oral auction.

Privacy Act of 1974 and the regulation in 43 CFR 2.4(b) state that you be furnished the following information in connection with information required by this bid for a Competitive Oil and Gas or Geothermal Resources Lease.

AUTHORITY: 30 U.S.C. 181 et seq.; 30 U.S.C. 351-359; 30 U.S.C. 1-1025; 42 U.S.C. 6508

PRINCIPLE PURPOSE: The information is to be used to process your bid.

PAPERWORK REDUCTION ACT OF 1990 (44 U.S.C. 3501 et seq.) requires us to inform you that:

This information is being collected in accordance with 43 CFR 3120, 43 CFR 3130, or 43 CFR 3220.

INSTRUCTIONS FOR GEOTHERMAL OR
NPR-A OIL AND GAS BID

1. Separate bid for each parcel is required. Identify parcel by the number assigned to a tract.

2. Bid must be accompanied by one-fifth of the total amount of bid. The remittance must be in the form specified in 43 CFR 3220.4 for a Geothermal Resources bid and 3132.2 for a NPR-A lease bid.

3. Mark envelope Bid for Geothermal Resources Lease in (Name of KGRA) or Bid for NPR-A Lease, as appropriate. Be sure correct parcel number of tract on which bid is submitted and date of bid opening are noted plainly on envelope. No bid may be modified or withdrawn unless such modification or withdrawal is received prior to time fixed for opening of bids.

4. Mail or deliver bid to the proper BLM office or place indicated in the *Notice of Competitive Lease Sale*.

5. If bidder is not the sole party in interest in the lease for which bid is submitted, all other parties in interest may be required to furnish evidence of their qualifications upon written request by the authorized officer.

NOTICE

ROUTINE USES: (1) The adjudication of the bidder's right to the resources for which this bid is made. (2) Documentation for public information. (3) Transfer to appropriate Federal agencies when comment or concurrence is required prior to granting a right in public lands or resources. (4) (5) Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions.

EFFECT OF NOT PROVIDING INFORMATION: Disclosure of the information is voluntary. If all the information is not provided, your bid may be rejected.

That information will be used to determine the bidder submitting the highest bid.

Response to this notice is required to obtain a benefit.

BOOK 206 Page 221
SEARCHED INDEXED SERIALIZED FILED

RECORDED AT THE REQUEST OF
MAGGTHON PAGE
204 218

29 DEC 11 P350

OFFICIAL RECORDS
BLAINE COUNTY, IDAHO
H.W. REBALEATI, RECORDER
FILE NO. FEE \$ 9.00
130832

BOOK 206 PAGE 222