

JENNIFER M. GRANHOLM GOVERNOR STATE OF MICHIGAN



DEPARTMENT OF NATURAL RESOURCES

LANSING

REBECCA A. HUMPHRIES DIRECTOR

NOTICE

The Department of Natural Resources (Department) anticipates offering nominated minerals at a proposed May 4, 2010 Oil and Gas Lease Auction. All nominations must meet the following criteria:

- Nominations of mineral rights to be considered must be received on the Oil and Gas Lease Nomination form.
- Nominator must provide the total acres nominated.
- Nominator must include the surface owner's name, address, and specific legal description on parcels where the Department owns the minerals ONLY. Please type the specific legal description of each surface owner on the form OR highlight and enclose the specific information on equalization documents.
- Forest, Mineral and Fire Management must receive the form, appropriate fee, and surface owner information between November 2, 2009, and December 1, 2009, in order for minerals to be considered for the auction. Please do not wait until the final day to submit your nominations. Nominations will be accepted during the referenced time-period only.
- Only the first 125,000 acres nominated will be field reviewed for parcel classification prior to being considered for leasing. Any leases offered for parcels which were nominated after the first 125,000 acres will be offered as Non-Development leases.
- Only Department-managed or previously leased minerals will be included in the auction. Mineral rights owned by other state departments may only be leased through the Direct Lease process, if applicable.
- If nominating parcels containing state-owned minerals are within a subdivision, you must provide the subdivision name, lot, and block number. Please note, some nominated subdivision parcels may require additional research and may not meet the deadlines in order to be included in the upcoming auction. In this instance, the parcels will be included with the nominations for a subsequent auction.

Nominations that do not meet the above criteria may not be included in the proposed May 2010 auction. No refunds of nomination fees will be given. Nominations will be processed in the order received during the nomination period.

REMINDER: Your nomination does not guarantee that each parcel will be offered. Other factors may impact the ability to lease the minerals (i.e., surface use considerations, title issues, existing lease on the parcel, and Executive Order). Forest, Mineral and Fire Management will make every attempt to include eligible nominated parcels in an upcoming auction. No refund of nomination fees will be made if it is determined the minerals cannot be offered for lease.

If you need further information or assistance, please contact the Department of Natural Resources, Forest, Mineral and Fire Management, Mineral and Land Management Section, P.O. Box 30452, Lansing, Michigan 48909-7952, or 517-373-7663.

NATURAL RESOURCES COMMISSION

Keith J. Charters, Chair • Mary Brown • Hurley J. Coleman, Jr. • John Madigan • Timothy L. Nichols • J. R. Richardson • Frank Wheatlake

STEVENS T. MASON BUILDING • P.O. BOX 30028 • LANSING, MICHIGAN 48909-7528 www.michigan.gov/dnr • (517) 373-2329 Michigan Department of Natural Resources Forest, Mineral and Fire Management

Vendor Number

FOR DNR USE ONLY

Nomination Number

OIL AND GAS LEASE AUCTION NOMINATION

Required under authority of Part 5, Section 502, of Act 451 of 1994, as amended.

PLEASE NOTE: Submission of this information is required **before** the DNR can offer State-owned mineral rights at a State of Michigan Oil and Gas Lease Auction. If you have any questions you may contact the Forest, Mineral and Fire Management, Mineral and Land Management Section at 517-373-7663. Website address: <u>www.michigan.gov/dnr</u>

Please use Attachment A (Page 2) to list nominations.	TOTAL ACRES NOMINATED:
Telephone	Telephone
City, State ZIP	City, State, ZIP
Address	Address
Name of Nominator	On Behalf of
Date of Nomination	Fee Enclosed at \$70.00 per Quarter Section

CERTIFICATION

I wish to nominate the State-owned minerals for oil and gas leasing which are listed on Attachment A (Page 2). I understand the nominated lands will be included in the next available oil and gas lease auction unless removed by the DNR due to factors that prevent offering, i.e., surface use restrictions, Executive Orders, or direct leases that have been subsequently issued.

I certify that I have: 1) Researched the title of the lands outlined on Attachment A of this document; 2) Found the minerals to be under the jurisdiction of the Michigan DNR; 3) Found the minerals to be free of any leasehold interest as of the date of this nomination; and, 4) Provided the names and addresses of all surface owners of record for State-owned minerals only.

Signature of Nominator

Date

Nominations cannot be processed without full nomination fee and the surface owner's name and address. Make checks or money orders payable to the "**State of Michigan**". *Do not send cash.* Submit the full nomination fee and completed nomination form.

MAIL TO:

CASHIER'S OFFICE OFFICE OF FINANCIAL SERVICES MICHIGAN DEPARTMENT OF NATURAL RESOURCES PO BOX 30451 LANSING MI 48909-7951

OR

OVERNIGHT EXPRESS TO:

CASHIER'S OFFICE OFFICE OF FINANCIAL SERVICES MICHIGAN DEPARTMENT OF NATURAL RESOURCES 530 WEST ALLEGAN LANSING MI 48933

FOR DNR CASHIER'S USE ONLY

ATTACHMENT A – OIL AND GAS LEASE AUCTION NOMINATION (CONTINUED)

Name of Nominator	Date of Nomination

NOMINATIONS

COUNTY	Twn/Rng	SEC	1/4	DESCRIPTION	SURFACE OWNER NAME	SURFACE OWNER ADDRESS	SURFACE OWNER LEGAL

Signature of Nominator

Date