

## **TERMS AND CONDITIONS - JANUARY 19, 2021 LEASE SALE**

### **PERMANENT SCHOOL FUND OIL AND GAS TRACTS**

The tracts are listed by geographical area with a minimum bid shown for each tract. For Gulf of Mexico acreage, the tracts are listed by offshore area with large or "L" tracts listed first, followed by small or "S" tracts. If you have any questions, please call the Mineral Leasing Division at either (512) 475-1512 or (512) 475-1542. Subject to the right to reject any bid, the School Land Board will lease the advertised tracts to the highest bidder meeting or exceeding the minimum bid.

### **SURVEYED SCHOOL LAND**

#### **TERMS AND CONDITIONS**

The royalty on all surveyed school land is 25% of the gross production of oil and/or gas. The primary term of the lease shall be three (3) years. The annual delay rental thereon is fixed at \$10.00 per acre beginning with the second year of the lease.

### **BAYS, LAKES, ISLANDS AND BAYOUS**

#### **TERMS AND CONDITIONS**

The royalty on bays, lakes, islands, bayous (influenced by the tides), and the Gulf of Mexico is 25% of the gross production of oil and/or gas, but can be reduced to:

- 20% if production, in paying quantities, is established, brought on line and sales thereof are commenced within the initial twenty-four (24) months of the primary term of the lease.
- 22.5% if production, in paying quantities, is established, brought on line and sales thereof are commenced between the 25th and 48th month of the primary term of the lease.

If the initial well drilled is a dry hole, the lessee may receive the lower royalty rates as follows:

- 20% if a second well is commenced and production, in paying quantities, can be established, brought on line and sales thereof are commenced by the end of the 30th month, as provided for in the lease.
- 22.5% if a second well is commenced and production, in paying quantities, can be established, brought on line and sales thereof are commenced by the end of the 54th month as provided for in the lease.

The primary term of the leases shall be five (5) years. The annual rental is \$10.00 per acre for the second and third years and \$25.00 per acre for the fourth and fifth years.

## **TEXAS DEPARTMENT OF TRANSPORTATION**

#### **TERMS AND CONDITIONS**

The royalty on all surveyed school land is 25% of the gross production of oil and/or gas. The primary term of the lease shall be three (3) years. The annual delay rental thereon is fixed at \$10.00 per acre beginning with the second year of the lease.

### **ABBREVIATIONS AND DEFINITIONS**

AC - Acre(s)

NAVI DIST - NAVIGATION DISTRICT: Indicates that all or a portion of the tract lies within the boundaries of a navigation district. Bidders should contact the applicable governing authority for the navigation district and the General Land Office for surface use restrictions.

POL - PORTION OUTSIDE LEASE: Indicates that the acreage within the boundaries of the tract is available for lease save and except any portion included in a valid oil and/or gas lease. Lease information is available in the mineral file located in the Archives and Records Division of the General Land Office.

POU - PORTION OUTSIDE UNIT: Indicates that the acreage within the boundaries of the tract is available for lease save and except any portion included in a valid oil and/or gas unit. Unit information is available in the mineral file located in the Archives and Records Division of the General Land Office.

PT - PART: Bidders should contact the General Land Office for further information.

TMLL - THREE MARINE LEAGUE LINE: Denotes tracts that are adjacent to the Three Marine League Line. These tracts have been submitted to the MMS for the coordination of acreage.

WFAL - Denotes tracts that are WEST of the FEDERAL ADMINISTRATION LINE.

NOTE: Information printed in this Notice for Bids is provided in summary form for the purpose of soliciting bids to lease the subject tracts and should not be relied upon as the sole source of information regarding the tracts. Prospective bidders are advised to contact all governmental authorities with jurisdiction over a tract in order to ascertain its status and suitability for the bidder's intended use. No representation or warranty is made with regard to the information set forth, or referenced, herein. In particular, even if bids are calculated on a per acre basis, no portion of a bid will be refunded should the actual acreage in a tract later be determined to be less than the acreage reflected herein.

## SURVEY SCHOOL LAND

MGL No.	COUNTY	DIST./DIR FROM COUNTY SEAT	SEC/TRACT	BLOCK	TSP	SURVEY	ACRES	PART/COMMENTS	MINIMUM BID
<a href="#">MGL No. 1</a>	Atascosa	22S24E				W. H. STOUT	12.00		\$21,000
<a href="#">MGL No. 2</a>	Culberson	65N42E	8	45		PUBLIC SCHOOL LAND	640.00	DEPTHS BELOW 9,578 FEET (TVD) ONLY	\$ 960,000.00
<a href="#">MGL No. 3</a>	Culberson	64N45E	20	45		PUBLIC SCHOOL LAND	320.00	E/2; DEPTHS BELOW 9,537 FEET (TVD) ONLY	\$ 480,000.00
<a href="#">MGL No. 4</a>	Culberson/Reeves	64N46E	10	45		PUBLIC SCHOOL LAND	640.00	DEPTHS BELOW 9,778 FEET (TVD) ONLY	\$ 960,000.00
<a href="#">MGL No. 5</a>	Fisher	13S85E	3	L		MRS. M. J. STEGALL	160.00		\$ 20,000.00
<a href="#">MGL No. 6</a>	Harrison	17S54E				C. H. GEE	22.18		\$ 33,270.00
<a href="#">MGL No. 7</a>	Harrison/Panola	17S45E	735.25			L. H. MARSHBURN	37.70		\$ 56,550.00
<a href="#">MGL No. 8</a>	Howard	11S64W	8	34	1-S	T. & P. RY. CO.	98.00	S PT OF N 3/8 OF S/2	\$ 147,000.00
<a href="#">MGL No. 9</a>	Johnson	14S62W				PUBLIC SCHOOL LAND	19.93		\$ 39,854.00
<a href="#">MGL No. 10</a>	Loving	8N50W	48	55	2-S	T. & P. RY. CO.	560.00	N/2, SE/4, AND E/2 OF SW/4; DEPTHS BELOW 11,334 FEET (TVD) ONLY	\$ 840,000.00
<a href="#">MGL No. 12</a>	Reeves	37N59W	15	45		PUBLIC SCHOOL LAND	320.00	DEPTHS BELOW 9,778 FEET (TVD) ONLY	\$ 480,000.00
<a href="#">MGL No. 13</a>	Reeves	35N60W	23	45		PUBLIC SCHOOL LAND	427.20	N/2; DEPTHS BELOW 9,778 FEET (TVD) ONLY	\$ 640,800.00
<a href="#">MGL No. 14</a>	Reeves	33N75W	27	53		PUBLIC SCHOOL LAND	160.00		\$ 240,000.00
<a href="#">MGL No. 15</a>	Reeves	28N75W	33	56		PUBLIC SCHOOL LAND	640.00		\$ 960,000.00
<a href="#">MGL No. 16</a>	Reeves	29N77W	41	56		PUBLIC SCHOOL LAND	640.00	ALL	\$ 960,000.00
<a href="#">MGL No. 17</a>	Reeves	26N77W	46	56		PUBLIC SCHOOL LAND	320.00		\$ 480,000.00
<a href="#">MGL No. 18</a>	Reeves	23N80W	7	58		PUBLIC SCHOOL LAND	80.00		\$ 120,000.00
<a href="#">MGL No. 19</a>	Reeves	22N82W	17	58		PUBLIC SCHOOL LAND	640.00		\$ 960,000.00
<a href="#">MGL No. 20</a>	Reeves	22N83W	18	58		PUBLIC SCHOOL LAND	640.00		\$ 960,000.00
<a href="#">MGL No. 21</a>	Reeves	24N80W	12	59		PUBLIC SCHOOL LAND	80.00		\$ 120,000.00
<a href="#">MGL No. 22</a>	Reeves	29N84W	18	59		PUBLIC SCHOOL LAND	160.00		\$ 240,000.00
<a href="#">MGL No. 23</a>	Reeves	17S53W	43	72		PUBLIC SCHOOL LAND	320.00		\$ 480,000.00
<a href="#">MGL No. 24</a>	Reeves	12S86W	23	C17		PUBLIC SCHOOL LAND	160.00		\$ 240,000.00
<a href="#">MGL No. 25</a>	Reeves	12N45W	32	54	4-S	T. & P. RY. CO.	120.00		\$ 180,000.00
<a href="#">MGL No. 26</a>	Yoakum	7S10W	637	D		JOHN H. GIBSON	160.00	NE/4 OF NE/4 AND S/2 OF NE/4	\$ 240,000.00

## BAYS, LAKES, ISLANDS AND BAYOUS

MGL No.	AREA	COUNTY	TRACT	PART	ACRES	COMMENTS	MINIMUM BID
<a href="#">MGL No. 27</a>	CORPUS CHRISTI BAY	Nueces	431	ALL	40.00	INCL PT OF MUSTANG ISLAND, 40 ACRES IN A SQUARE AROUND WELLBORE BOTTOMHOLE LOCATION IDENTIFIED BY API# 42-057-33963, AND LIMITED TO DEPTHS FROM SURFACE TO 8,527' MD	\$ 4,000.00
<a href="#">MGL No. 28</a>	DICKINSON BAY	Galveston	353	ALL	900.00		\$ 135,000.00
<a href="#">MGL No. 29</a>	DICKINSON BAY	Galveston	354	ALL	480.00		\$ 72,000.00
<a href="#">MGL No. 30</a>	DOLLAR BAY	Galveston	358	ALL	565.00		\$ 84,750.00
<a href="#">MGL No. 31</a>	DOLLAR BAY/MOSES LAKE	Galveston	357	ALL	755.00		\$ 113,250.00
<a href="#">MGL No. 32</a>	GALVESTON BAY	Galveston	94-A	ALL	430.00		\$ 64,500.00
<a href="#">MGL No. 33</a>	GALVESTON BAY	Galveston	95-A	ALL	365.00		\$ 54,750.00
<a href="#">MGL No. 34</a>	GALVESTON BAY	Galveston	285	SW/2	320.00	CHAMBERS & LIBERTY COUNTY NAVI DIST	\$ 48,000.00
<a href="#">MGL No. 35</a>	GALVESTON BAY	Chambers/Galveston	286	SW/2	320.00		\$ 48,000.00
<a href="#">MGL No. 36</a>	GALVESTON BAY	Chambers	306	ALL	465.00	CHAMBERS & LIBERTY CO NAVI DIST	\$ 69,750.00
<a href="#">MGL No. 37</a>	GALVESTON BAY	Chambers	307-A	ALL	260.00		\$ 39,000.00
<a href="#">MGL No. 38</a>	GALVESTON BAY	Chambers/Galveston	308	ALL	545.00		\$ 81,750.00
<a href="#">MGL No. 39</a>	GALVESTON BAY	Galveston	309	NE/2	320.00		\$ 48,000.00
<a href="#">MGL No. 40</a>	GALVESTON BAY	Galveston	309	SW/2	320.00		\$ 48,000.00
<a href="#">MGL No. 41</a>	GALVESTON BAY	Galveston	310	NE/2	320.00		\$ 48,000.00
<a href="#">MGL No. 42</a>	GALVESTON BAY	Galveston	310	SW/2	320.00		\$ 48,000.00
<a href="#">MGL No. 43</a>	GALVESTON BAY	Galveston	311	NE/2	320.00		\$ 48,000.00
<a href="#">MGL No. 44</a>	GALVESTON BAY	Galveston	311	SW/2	320.00		\$ 48,000.00
<a href="#">MGL No. 45</a>	GALVESTON BAY	Galveston	328	NE/2	320.00		\$ 48,000.00
<a href="#">MGL No. 46</a>	GALVESTON BAY	Galveston	328	SW/2	320.00		\$ 48,000.00
<a href="#">MGL No. 47</a>	GALVESTON BAY	Galveston	329	NE/2	320.00		\$ 48,000.00
<a href="#">MGL No. 48</a>	GALVESTON BAY	Galveston	329	SW/2	320.00		\$ 48,000.00
<a href="#">MGL No. 49</a>	GALVESTON BAY	Galveston	330	NE/2	320.00		\$ 48,000.00
<a href="#">MGL No. 50</a>	GALVESTON BAY	Galveston	330	SW/2	320.00		\$ 48,000.00
<a href="#">MGL No. 51</a>	GALVESTON BAY	Galveston	331	ALL	820.00		\$ 123,000.00
<a href="#">MGL No. 52</a>	GALVESTON BAY	Galveston	332	NE/2	320.00		\$ 48,000.00
<a href="#">MGL No. 53</a>	GALVESTON BAY	Galveston	332	SW/2	320.00		\$ 48,000.00
<a href="#">MGL No. 54</a>	GALVESTON BAY	Galveston	333	NE/2	320.00		\$ 48,000.00
<a href="#">MGL No. 55</a>	GALVESTON BAY	Galveston	333	SW/2	320.00		\$ 48,000.00
<a href="#">MGL No. 56</a>	GALVESTON BAY	Galveston	350	NE/320	320.00		\$ 48,000.00
<a href="#">MGL No. 57</a>	GALVESTON BAY	Galveston	350	SW/365	365.00		\$ 54,750.00
<a href="#">MGL No. 58</a>	GALVESTON BAY	Galveston	351	NE/320	320.00		\$ 48,000.00
<a href="#">MGL No. 59</a>	GALVESTON BAY	Galveston	351	SW/415	415.00		\$ 62,250.00
<a href="#">MGL No. 60</a>	GALVESTON BAY	Galveston	352	NE/2	320.00		\$ 48,000.00
<a href="#">MGL No. 61</a>	GALVESTON BAY	Galveston	352	SW/2	320.00		\$ 48,000.00
<a href="#">MGL No. 62</a>	MESQUITE BAY	Aransas	19	N/2	320.00	40 ACRES IN A SQUARE AROUND WELLBORE BOTTOMHOLE LOCATION IDENTIFIED BY API# 42-057-30911, AND LIMITED TO DEPTHS FROM SURFACE TO 11,583 MD	\$ 32,000.00
<a href="#">MGL No. 63</a>	MOSES LAKE/GALVESTON BAY	Galveston	355	ALL	570.00		\$ 85,500.00
<a href="#">MGL No. 64</a>	SAN ANTONIO BAY	Aransas/Calhoun	45	ALL	40.00	40 ACRES IN A SQUARE AROUND WELLBORE BOTTOMHOLE LOCATION IDENTIFIED BY API# 42-057-01177, AND LIMITED TO DEPTHS FROM SURFACE TO 10,000 MD	\$ 4,000.00
<a href="#">MGL No. 65</a>	SAN ANTONIO BAY	Aransas/Calhoun	46	ALL	40.00	40 ACRES IN A SQUARE AROUND WELLBORE BOTTOMHOLE LOCATION IDENTIFIED BY API# 42-057-01178, AND LIMITED TO DEPTHS FROM SURFACE TO 12,000 MD	\$ 4,000.00
<a href="#">MGL No. 66</a>	SAN ANTONIO BAY	Calhoun	59	S/2	40.00	40 ACRES IN A SQUARE AROUND WELLBORE BOTTOMHOLE LOCATION IDENTIFIED BY API# 42-057-01296, AND LIMITED TO DEPTHS FROM SURFACE TO 10,000 MD	\$ 4,000.00

# DEPARTMENT OF TRANSPORTATION

MGL No.	COUNTY	SEC/TRACT	BLOCK	TSP	ACRES	PART/COMMENTS	MINIMUM BID
<a href="#">MGL No. 67</a>	FORT BEND				735.00	BEING A TRACT OF 735 ACRES +/- , SAID TRACT BEING A PART OF A DEED FROM TEXAS DEPARTMENT OF CRIMINAL JUSTICE TO THE TEXAS DEPARTMENT OF PUBLIC TRANSPORTATION DATED APRIL 9, 1991 AND RECORDED IN THE DEED RECORDS OF FORT BEND COUNTY, TEXAS IN VOL. 2329, PG. 50, AND A MINERAL DEED FROM THE TEXAS DEPARTMENT OF PUBLIC TRANSPORTATION TO THE TEXAS DEPARTMENT OF CRIMINAL JUSTICE DATED JULY 1, 1991 AND RECORDED IN THE OFFICIAL PUBLIC RECORDS OF FORT BEND COUNTY, TEXAS, INSTRUMENT 9776299 AND VOL. 3077, PG. 64. (FOR A PLAT EMAIL jesse.arellano@glo.texas.gov OR CALL 512-475-1499 OR VIEW ON LEASE SALE WEBSITE OF ENERGYNET.COM - MGL. 67). NOTE: DRILLING OPERATIONS FOR THIS LEASE TRACT ARE RESTRICTED TO THOSE DRILL SITES, DESCRIBED IN A DEED TITLED DRILL SITE EASEMENTS AND FILED IN THE OFFICIAL PUBLIC RECORDS, NO. 2009060620 OF FORT BEND COUNTY, TEXAS, FILED JUNE 17, 2009 AS WELL AS ANY ACCESS EASEMENTS PERTAINING TO THE SAME FILED OF RECORD IN FORT BEND COUNTY, TEXAS.	\$ 110,250.00