



United States Department of the Interior
BUREAU OF INDIAN AFFAIRS
 EASTERN OKLAHOMA REGION
 OSAGE AGENCY
 POST OFFICE BOX 1539
 PAWHUSKA, OKLAHOMA 74056-1539



IN REPLY REFER TO:

2012 OSAGE MINERAL LEASE SALE SCHEDULE (REVISED)

Tracts of land located in Osage County, Oklahoma will be offered for lease for oil and/or gas mining purposes to the highest responsible bidder at a PUBLIC AUCTION by the Superintendent of the Osage Agency, Pawhuska, Oklahoma, under authority of 25 CFR 226.2 (b), in accordance with the provisions of this announcement.

Pursuant to Osage Minerals Council Resolution No. 2-89 dated January 18, 2012, the primary term of the leases have increased to twenty-four (24) months and with an increase to the minimum bonus for all leases commencing with the March 2012 lease sale.

Pursuant to Osage Minerals Council Resolution No. 2-88 dated January 18, 2012, allows lease sale bids to bundle quarter sections of two or more for Horizontal Wells only with minimum bid per acre to be equal to unbundled lease bids. According to the resolution, the term "bundling" is defined as the ability of a prospective lessee to group two or more un-leased tracts in a "bundle so that the entire bundle of lease tracts is auctioned as one lot. The tracts must be contiguous and each quarter section tract will have its own lease. In order to qualify to bundle leases, at least one horizontal well penetrating each tract in the bundle must be drilled and if, at the end of the Primary Term of each lease that is not developed by sharing a horizontal well with other tracts in the bundle, that tract would be terminated. For this year, the maximum number of tracts per "bundle" is limited to four.

2012 SCHEDULE OIL AND GAS LEASE SALES

SALE NO. 14	Nomination of Tracts Ends	February 3, 2012
	Sales Bulletin Mailing Date	March 2, 2012
	Lease Sale No. 14	March 21, 2012
SALE NO. 15	Nomination of Tracts Ends	May 25, 2012
	Sales Bulletin Mailing Date	June 22, 2012
	Lease Sale No. 15	July 18, 2012
SALE NO. 16	Nomination of Tracts Ends	September 14, 2012
	Sales Bulletin Mailing Date	October 12, 2012
	Lease Sale No. 16	November 7, 2012

REVISIONS TO THE MINIMUM BONUS

Oil leases less Coal Bed Methane	\$3,600 per quarter-section;
Gas leases less Coal Bed Methane	\$3,400 per quarter-section;
Oil and Gas combination leases less Coal Bed Methane	\$4,700 per quarter-section;
Coal Bed Methane only leases	\$2,100 per quarter-section;
Oil leases including Coal Bed Methane	\$5,750 per quarter-section;
Gas leases including Coal Bed Methane	\$5,550 per quarter-section; and
Oil and Gas combination leases including Coal Bed Methane	\$6,800 per quarter-section

Pursuant to Code of Federal Regulations Title 25 Part 226.2 Sale of Leases (a): **WRITTEN APPLICATION** for tracts to be offered for lease shall be filed with the Superintendent at **OSAGE AGENCY, P.O. Box 1539, Pawhuska, OK 74056.**

NOMINATION FEE of \$100 (non-refundable) for each nominated tract submitted to **OSAGE AGENCY – BIA, DEPT C155, P.O. BOX 9000, FARMINGTON, MO 63640-3819.**