

NOTICE OF MINERAL LEASE
BY SEALED BID TO BE OPENED NOVEMBER 20, 2007

Sealed bids will be accepted at the City Clerk's Office, City Hall, Clinton, Oklahoma not later than 5:30 P.M., Tuesday, November 20, 2007 for the lease of approximately 30.0 acres of land located in Custer County. Bids need to be marked on the outside of the envelope "**MINERAL BIDS**". Bids may be mailed to the Office of the City Clerk at P.O. Box 1177 Clinton, OK 73601. Bidders submitting sealed bids by the stated time may raise their written bid orally at the time the bids are opened provided that bidder is present in person. If additional information is need regarding this property, you may call the Clerk's Office at City Hall at 580-323-0265.

Legal: Section 34, Township 12 North, Range 17 West, approximately 30 acres in the NW corner of the NW/4 of the section in Custer County, Oklahoma

Terms of Lease: Lease will be on a form prescribed by the Clinton City Council. The minimum terms of the lease will be \$1,000 per acre and $3/16^{\text{th}}$ of gross production at the wellhead for three years. Companies should be prepared to submit an amount equal to 10% of the sealed bid price to the City Clerk on the night of the bid auction. Checks will be held for 30 days in anticipation of completion of the contract terms. Should the contract not be completed within 30 days, the City of Clinton, at its sole discretion, may return the above-mentioned check and declare the auction null and void and advertise for bids at a later date.

This property is more specifically known as The Clinton Cemetery. No drilling will be allowed in the cemetery nor the 10 acres to the South of the cemetery.

The City of Clinton reserves the right to waive any irregularities in bids received and reserves the right to reject any and all bids and the right to accept the best bid submitted.

Dated: Friday, November 9, 2007
Grayson Bottom
City Manager
Clinton, OK