



GRETCHEN WHITMER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF NATURAL RESOURCES
LANSING



DANIEL EICHINGER
DIRECTOR

November 14, 2022

To: Daniel Eichinger, Director

Information: Natural Resources Commission

Transaction: Oil and Gas Lease Auction – 4,834.62 acres were offered October 25, 2022

Authority: Part 5, of the Natural Resources and Environmental Protection Act, 1994 PA 451, as amended

Applicants: The attached auction summary identifies the successful bidders, the total acreage, and the total revenue paid. There were five registered bidders with five successful bidders.

Mineral Description: The Official Auction Record shows the legal descriptions for each offering.

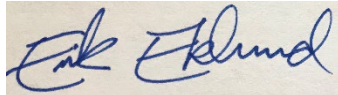
Acres Bid: Of the 4,834.62 acres offered, a total of 4,594.62 acres received successful bids (753.76 acres development, 3,840.86 acres nondevelopment) in five counties.

Lease Terms: Five-year primary term with two one-year extension options, one-sixth (1/6) royalty. Bonus amount of \$46,040.00 and rental amount of \$12,045.36. Total revenue generated at the auction was \$58,085.36.

Special Restrictions: In accordance with those described in the Official Auction Record for each applicable auction description.

Notice: This item will appear on the Department of Natural Resources November 29, 2022, Business Calendar and will be eligible for approval December 8, 2022.

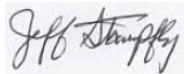
Recommendation: That the oil and gas leases be issued to the successful bidders pursuant to the above terms and conditions.



Erik Eklund, Chief
Finance and Operations Division



James L. Dexter, Chief
Fisheries Division



Jeff Stampfly, Chief
Forest Resources Division



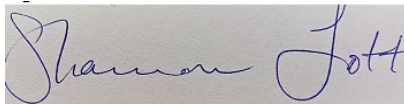
Ronald A. Olson, Chief
Parks and Recreation Division



Jared Duquette, Chief
Wildlife Division



Kristin Phillips
Chief Administrative Officer



Shannon Lott
Natural Resources Deputy

I approve the staff recommendation.



Daniel Eichinger
Director

December 8, 2022
Approval Date