

HIDALGO COUNTY PURCHASING DEPARTMENT PROPOSAL ACCEPTANCE SHEET

DEPARTMENT NAME: Hidalgo County

PROPOSAL ACCEPTANCE DATE:
March 14, 2007

BID OPENING TIME: 9:30 A.M.

DESCRIPTION OF BID: RFP -"Notice of Intention to Lease of Land for Mineral Development"

RFP NO: 07-038-03-14CGV

BID# RFP#	NAME OF COMPANY	ACKNOWLEDGMENT OF RECEIPT OF RFP RESPONSE	BID BOND OR CHECK INCLUDED
#1	Mira Mar Petroleum	2yrs. Term ✓ Acknowledge Receipt	15,418.08
#2			
#3			
#4			
#5			
#6			
#7			
#8			
#9			
#10			

MIRAMAR PETROLEUM, INC.

SUITE 1220, FROST BANK PLAZA
802 NORTH CARANCAHUA
CORPUS CHRISTI, TEXAS 78470

TELEPHONE 361-884-2927
FAX 361-883-7253

PROPOSAL TO LEASE FOR MINERAL DEVELOPMENT LAND SITUATED IN HIDALGO COUNTY, TEXAS

RFP No. 07-038-03-14CGV

March 6, 2007

Hidalgo County Commissioner's Court
Hidalgo County Administration Bldg.
100 East Cano, 4th Floor
Edinburg, Texas 78539

RE: 29.88 acres of land, more or less, out of Lots 3, 4, 5 and 6,
Block 46 of the Capisallo District Subdivision out of the
Llano Grande Grant in Hidalgo County, Texas
RFP No. 07-038-03-14CGV

Dear Sir or Madam:

Miramar Petroleum, Inc. proposes to lease for mineral development the above captioned tract of land owned by Hidalgo County. The terms of the proposed Paid-Up Lease are:

- | | | |
|----|---------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------|
| 1. | Primary Term | 2 years |
| 2. | Bonus | \$516/Acre |
| 3. | Royalty | 1/4 |
| 4. | Shut-in Gas Royalty | \$50 per acre |
| 5. | The lease will be unitized with adjacent Leases that Miramar owns and no drilling or producing operations will be conducted on the surface of the land. | |
| 6. | Pooling | 320 acre with 10% tolerance for gas. 80 acres with 10% tolerance for oil |
| 7. | Lease will be on the lease form in the bid package | |

Enclosed find a cashier's check in the amount of \$15,418.08 for the bonus consideration for the lease.

MIRAMAR PETROLEUM, INC.

March 6, 2007

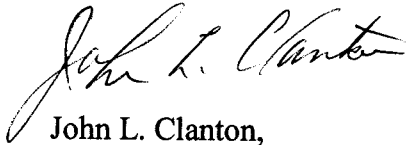
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We have completed and submitted the Conflict of Interest Questionnaire to the County Clerk's Office as provided in the bid package.

Please advise if any other information is required for this bid to be considered.

Very truly yours,

MIRAMAR PETROLEUM, INC.

A handwritten signature in cursive script that reads "John L. Clanton".

John L. Clanton,
President

JLC:jl

Enclosures