November 21, 2006

NOTICE OF SALE

ALASKA PENINSULA AREAWIDE 2007
NORTH SLOPE FOOTHILLS AREAWIDE 2007
COMPETITIVE OIL AND GAS LEASE SALES

The Alaska Department of Natural Resources (ADNR), Division of Oil and Gas (DO&G), will offer lands for competitive oil and gas leasing in Alaska Peninsula Areawide 2007 (AP) and North Slope Foothills Areawide (FH) 2007 Oil and Gas Lease Sales on February 28, 2007. Bid opening begins at 8:30 a.m. in the Wilda Marston Theater within the Z.J. Loussac Public Library, 3600 Denali St., in Anchorage.

The Alaska Peninsula Areawide sale area is divided into 1,047 tracts ranging in size from 1,280 to 5,760 acres. The sale area encompasses onshore and offshore acreage that stretches from the Nushagak Peninsula in the north, down the north side of the Alaska Peninsula to just north of Cold Bay.

North Slope Foothills Areawide is divided into 1,347 tracts ranging in size from 1,280 to 5,760 acres. The sale area lies between the Arctic National Wildlife Refuge (ANWR) and the National Petroleum Reserve – Alaska (NPRA). The northern boundary of the sale area is the Umiat Meridian baseline; the southern boundary is the Gates of the Arctic National Park and Preserve.

Alaska Peninsula Areawide 2007
Bidding Method: Cash bonus bidding with a minimum bid of five dollars ($5) per acre on all tracts.
Royalty Rate: All leases will have a fixed royalty rate of twelve and one-half percent (12 1/2%).
Lease Term: All leases will have an initial primary term of ten (10) years.

North Slope Foothills Areawide 2007
Bidding Method: Cash bonus bidding with a minimum bid of five dollars ($5) per acre on all tracts.
Royalty Rate: All leases will have a fixed royalty rate of twelve and one-half percent (12 1/2%).
Lease Term: All leases will have an initial primary term of ten (10) years.

Rental
Annual rental on all state leases is $1.00 per acre for the first year, $1.50 per acre for the second year, $2.00 per acre for the third year, $2.50 per acre for the fourth year, and $3.00 per acre for the fifth and following years.

Bidder’s Information
Complete details regarding these lease sales, including the sale announcements in their entirety, instructions to bidders, and regional tract maps are available on the division’s website. If unable to access this information, contact Melinda Furley by phone at (907) 269-8814; email at melinda_furley@dnr.state.ak.us. Sale announcements and regional tract maps are also available in the following locations.

Alaska Peninsula: Bristol Bay Middle/High School, King Cove School, Cold Bay School, Sand Point School, False Pass School, Nelson Lagoon School, Akutan School and Z. J. Loussac Library. These documents will

“Develop, Conserve, and Enhance Natural Resources for Present and Future Alaskans.”
also be available in the following government offices: Bristol Bay Borough, Lake and Peninsula Borough, Aleutians East Borough and Division of Oil and Gas.

**North Slope Foothills:** Nuiqsut Public Library, North Slope Borough Library Media Center, North Slope Borough offices, Tuzzy Consortium Library in Barrow, City of Barrow Municipal Offices, Anaktuvuk Pass Mayor’s Office, Kaveolook School Library in Kaktovik and Loussac Public Library in Anchorage.

Printed copies of the regional tract maps will also be available, for $25 per set, at the division’s office.

**Decisions of No Substantial New Information for AP 2007 and FH 2007.**
The Commissioner of Natural Resources has issued a *Decision of No Substantial New Information* for AP 2007 and FH 2007, which are available on the division’s website and at the above-mentioned locations.

DNR reserves the right to waive technical defects in this publication.

**Americans with Disabilities Act Compliance**
The State of Alaska, DNR, DO&G complies with Title II of the Americans with Disabilities Act of 1990. This Publication will be made available in alternative communication formats upon request. Please contact Dianna Lewis at (907) 269-8810 to make any necessary arrangements.

William Van Dyke  
Acting Director

Department of Natural Resources  
Division of Oil & Gas – Lease Sales  
550 West 7th Avenue, Suite 800  
Anchorage, AK 99501-3560