

370 SEVENTEENTH ST. SUTTE 4300 DENVER. CO 80202 (303)293-9133/TEL (303)298-8251/FAX

September 6, 2007

Commissioner's Court, Polk County, Texas Judge John Thompson, Presiding Judge 101 West Church Street, Suite 300 Livingston, Tx 77351

Re: Lease Proposal

2 acres of land, S. R. Baxter Survey, A-141

Polk County, Texas

## Judge Thompson:

Pursuant to Section 71.005 of the Texas Natural Resources Code and subsequent Legal Notice indicating the decision of the Polk County Commissioner's Court to entertain oil and gas lease proposals for oil, gas and mineral development purposes, Delta Petroleum Corporation respectfully submits an original oil, gas and mineral lease covering the following described property:

Two (2) acres of land, more or less, out of the S. R. Baxter Survey, A-141, Polk County, Texas, and being more particularly described in warranty deed dated December 28, 1877 from Mary A. P. Richardson, W. H. Waldrep and P. J. Waldrep to the County Judge of Polk County, Texas for benefit of the Woods Creek School Community, recorded at Vol. Q, Page 208, of the Official Records of Polk County, Texas.

This sealed bid shall provide for a royalty in excess of that mandated by Section 71.009 of the Texas Natural Resources Code and shall also provide for the authority to pool as provided by Section 71.052 of the Texas Natural Resources Code. Additionally, this proposal provides for the following terms and conditions:

Acres:

**Two Gross and Net Acres** 

Term:

One (1) Year

Royalty:

One-Fourth (1/4th)

**Bonus:** 

Five Thousand Ten Dollars (\$5,010.00) per net mineral acre.

Total Consideration of Ten Thousand Twenty Dollars (\$10,020.00)

Delta Petroleum Corporation sincerely thanks you for your time and consideration in this matter. This sealed bid will be personally made available to the Commissioner's Court before 10:00 a.m. on September 10, 2007.

Cordially,

Wes Marshall, Senior Landman

Wes Marshall