

The NewsRoom

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Western Gulf of Mexico Sale 196 Nets \$283,441,874 in High Bids

NEW ORLEANS - The Minerals Management Service has accepted the high bids on 342 of 346 tracts offered during offshore Oil and Gas Lease Sale 196, held August 17, 2005. Prior to accepting the high bids, which totaled \$285,192,865, MMS completed an extensive, two-phase bid evaluation process to ensure that the Federal Government receives a fair monetary return for the public mineral resources it makes available.

Of the 346 tracts receiving bids during the sale, MMS rejected 4 high bids totaling \$1,750,991 as insufficient for fair market value. MMS accepted the high bids on 342 tracts for a net amount of \$283,441,874.

The monies collected are distributed to the general fund of the U.S. Treasury, shared with the affected States, and set aside for special uses that benefit all 50 states.

The highest bid accepted on a tract was \$26,500,000 by LLOG Exploration Offshore, Inc. for High Island Block 156. This tract is located in water depths of 0- <200 meters and received 1 bid. The second and third highest bids accepted were \$21,600,000 by LLOG Exploration Offshore Inc. on High Island Block 139 in water depths of 0- <200 meters, and \$19,334,351 by Eni Petroleum Exploration Co. Inc. on Keathley Canyon Block 1008, which is in water depths of more than 2,000 meters deep.

This sale indicates the continued strong interest of major and independent oil and gas companies in the Gulf. The results of the sale also indicate a continuing interest in shallow-water areas.

The top five companies participating in the highest number of accepted high bids for Sale 196 are the following:

Company	Number of Accepted High Bids	Sum of Accepted High Bids
Petrobras America Inc.	53	\$30,122,505
BP Exploration & Production Inc.	39	\$13,669,349
Shell Offshore Inc.	30	\$12,786,240
Anadarko Petroleum Corporation	20	\$28,007,460
Chevron U.S.A. Inc.	17	\$6,609,115

The top five companies with the highest total bonus accepted are the following:

Company	Number of Accepted High Bids	Sum of Accepted High Bids
Petrobras America Inc.	53	\$30,122,505
Anadarko Petroleum Corporation	20	\$28,007,460
BP Exploration & Production Inc.	39	\$13,669,349
Shell Offshore Inc.	30	\$12,786,240
Spinnaker Exploration Company, L.L.C.	16	\$10,355,957

MMS, an agency of the U.S. Department of the Interior, manages offshore oil and gas exploration as well as renewable and alternative energy sources such as wind, wave, and solar on 1.76 billion acres of the Outer Continental Shelf while protecting the human, marine, and

coastal environments. The OCS provides 30 percent of oil and 21 percent of natural gas produced domestically, and sand used for coastal restoration. MMS collects, accounts for, and disburses mineral revenues from Federal and American Indian lands, and contributes to the Land and Water Conservation Fund and other special use funds, with Fiscal Year 2005 disbursements of approximately \$9.9 billion and more than \$153 billion since 1982.

Relevant Web Sites:

[MMS Main Website](#)

[Gulf of Mexico Website](#)

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[MMS: Securing Ocean Energy & Economic Value for America](#)
U.S. Department of the Interior