

INVITATION TO BID

The State of North Dakota, acting through the North Dakota Industrial Commission, Oil & Gas Division, invites you to submit a bid for the surface equipment on the following well:

MCCMAHEN STATE 1
NENE Sec. 36-T146N-R93W
Dunn County, ND
Well File No. 8567

To be considered, the bid must be on the form provided by the Industrial Commission, which must be completed in accordance with the accompanying "INSTRUCTIONS TO BIDDERS," and must be received in the Bismarck office of the Industrial Commission, Oil & Gas Division, no later than **3:00 p.m., June 22, 2018.** The Commission reserves the right in its discretion to reject any and all bids. Bidders interested inspecting the site should contact Cody VanderBusch with the Industrial Commission, Oil and Gas Division at 701-328-8020 to make arrangements to view the equipment. A partial listing of equipment is attached to the "INSTRUCTIONS TO BIDDERS," however, a personal inspection will allow prospective bidders to ascertain the exact number and condition of the equipment.

For additional information or blank bid forms, please see the North Dakota Industrial Commission, Oil and Gas Division home page at <https://www.dmr.nd.gov/oilgas/> or contact Cody VanderBusch, North Dakota Industrial Commission, Oil & Gas Division, 600 East Boulevard Avenue Dept. 405, Bismarck, ND, 58505. Phone (701) 328-8020.

INSTRUCTIONS TO BIDDERS

1. Form of Bids. Bids must be submitted on the enclosed bid form.
2. Submission of Bids. Bids must be enclosed in a sealed envelope, and the outside of the envelope must have the following on it:

Bid of: (Name of Contractor & Business Address)

ATTN: Mr. Cody VanderBusch

SEALED BID DO NOT OPEN
North Dakota Industrial Commission
Oil & Gas Division, Dept. 405
600 East Boulevard
Bismarck, N.D. 58505

3. Examination of Equipment. Prospective bidders are encouraged to make a visual inspection of the salvaged well equipment to ascertain the nature and condition of the equipment. Please contact Cody VanderBusch with North Dakota Industrial Commission (NDIC) Oil and Gas Division at 701-328-8020 to make arrangements to view the equipment. A partial listing of the equipment with estimated cost of tubulars is attached.
4. Terms of Sale. The Commission has title to all equipment on the sites and will provide a bill of sale to the successful bidder upon receipt of payment. Payment by the successful bidder must be in the form of cashier's check or certified check. All equipment is offered "as is" and there is no other expressed or implied warranty or guarantee.
5. Bid Deadline. All bids are due in the office of the NDIC Oil and Gas Division, by **3:00 p.m., June 22, 2018**; address: 1016 E. Calgary Ave., Bismarck, ND. Bids received after the deadline will not be considered.

6. Review of Bids. The public opening of the bids will be held at **3:00 p.m., June 22, 2018**, at the office of NDIC Oil and Gas Division, 1016 E. Calgary Ave., Bismarck, ND.
7. Withdrawal of Bids. Bids may be withdrawn by written request received prior to the time set forth in paragraph 5.
8. Rejection of Bids. The Commission, in its discretion may, reject any and all bids.
9. Notification of Bid Acceptance. The successful bidder will be notified of the award within ten days after the bid opening.
11. Cancellation of Bid Acceptance. The Commission may cancel the bid acceptance at any time before payment is received and accepted by Commission, without any liability to the Commission.

Partial Listing of Salvaged Equipment

Lufkin 640 DE pumping unit
2 – 400 barrel fiberglass saltwater tanks with attached stairs and catwalk, including contents
2 – 400 barrel steel oil tank w/ contents.
Horizontal treater
Building
Cattle gaurd
Small triplex pump and motor, assorted supplies and equipment
Assorted valves, flanges, scrap metal laying around location
Electrical power panel and control panels
All equipment is being sold as is.

BID

Bid for miscellaneous well equipment located on the following well site in Dunn County, ND:

MCMAHEN STATE 1
NENE Sec. 36-T146N-R93W
Dunn County, ND
Well File No. 8567

Terms:

Bid of _____ dollars (\$ _____).

If the bidder's bid is accepted, the Industrial Commission will inform the bidder in writing within thirty days after the public opening of bids. Within three days after receipt of such a notice, bidder will provide payment in full and will remove all purchased tubulars and equipment from the sites within 30 days after the date of the bill of sale. Bidder agrees that if bidder fails to provide full payment and remove the materials, bidder is liable to the Commission for all resulting incurred and damages suffered by the Commission.

Dated this _____ day of _____ 2018.

Name of Bidder

Signature

Business Address

Business Telephone Number

Email