

MINUTES

STATE MINERAL AND ENERGY BOARD

LEASE SALE AND BOARD MEETING

February 9, 2022

TO: MEMBERS OF THE STATE MINERAL AND ENERGY BOARD AND
REPRESENTATIVES OF THE OIL AND GAS INDUSTRY

February 9, 2022

LADIES and GENTLEMEN:

Certified proofs of publication have been received in the Office of Mineral Resources on behalf of the State Mineral and Energy Board for the State of Louisiana from the "Advocate," official journal for the State of Louisiana, and from the respective parish journals as evidence that Tract Nos. **45504** through **45509** have been advertised in accordance with and under the provisions of Chapter 2, Title 30 of the Revised Statutes of 1950, as amended.

Yours very truly,



Greg Roberts
Petroleum Lands Director

John Bel Edwards
GOVERNOR



Thomas F. Harris
SECRETARY
Jamie S. Manuel
Assistant Secretary

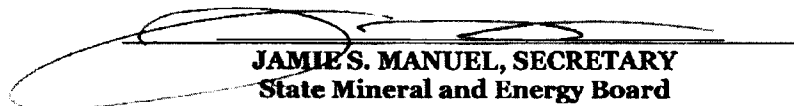
State of Louisiana
DEPARTMENT OF NATURAL RESOURCES
OFFICE OF MINERAL RESOURCES

**CERTIFICATION OF INABILITY TO MEET IN PERSON DUE TO COVID-19 PUBLIC
HEALTH EMERGENCY FOR STATE MINERAL AND ENERGY BOARD**

In accordance with La. Acts 2020, No. 302, this notice shall serve as a certification of the Louisiana State Mineral and Energy Board's ("Board") inability to otherwise operate in accordance with the Louisiana Open Meetings Law as a result of the COVID-19 public health emergency. The Board will provide for attendance and quorum at its essential government meeting on February 9, 2022, via video conference. Pursuant to La. Acts 2020, No. 302, the Board must meet because:

- 1) Matters that, if they are delayed, will cause curtailment of vital public services or severe economic dislocation and hardship. Because the Board must administer the state's proprietary interest in minerals by granting leases on state owned lands, has full supervision of all mineral leases granted by the state, and has general authority to take any action for the protection of the interests of the state under Louisiana Revised Statute 30:121 *et seq.*, its continued function during this pandemic is essential and, failing timely meeting, would result in the curtailment of vital public services or severe economic dislocation and hardship.
- 2) Matters that are critical to continuation of the business of the public body and that are not able to be postponed to a meeting held in accordance with the other provisions of this Chapter due to a legal requirement or other deadline that cannot be postponed or delayed by the public body. The Board's operations must follow statutorily-mandated deadlines. It is impossible to postpone or delay the matters of the Board.

Considering the foregoing, and in accordance with La. Acts 2020, No. 302, the Board's meeting on Wednesday, February 9, 2022, at 9:15 a.m. will be held via video conference and in a manner that allows for observation and input by members of the public, as set forth in the Notice posted on February 4, 2022.


JAMIE S. MANUEL, SECRETARY
State Mineral and Energy Board

**REGULAR MEETING
FEBRUARY 9, 2022**

The Regular Meeting of the State Mineral and Energy Board was held on **Wednesday, February 9, 2022**, beginning at 9:30 a.m. via Zoom.

I. CALL TO ORDER

Mr. W. Paul Segura, Jr. Chairman, called the meeting to order.

II. ROLL CALL

Chairman Segura then called the roll for the purpose of establishing a quorum.

W. Paul Segura, Jr., Chairman
Carol R. LeBlanc, Vice-Chair
Thomas F. Harris, DNR Secretary
J. Todd Hollenshead
Robert D. Watkins
Thomas L. Arnold, Jr.
Rochelle A. Michaud-Dugas
Harvey "Ned" White
Darryl D. Smith

The following members of the Board were recorded as absent:

Harry J. Vorhoff, Governor John Bel Edwards Designee
Willie J. Young, Sr.

Chairman Segura announced that a quorum of eight (8) members was established.

III. PLEDGE OF ALLEGIANCE

The Chairman led the Board in reciting the Pledge of Allegiance to the Flag of the United States of America.

IV. APPROVAL OF THE JANUARY 12, 2022 MINUTES

The Chairman stated that the first order of business was the approval of the Minutes.

A motion was made by Mr. Watkins to adopt the January 12, 2022 Minutes as submitted and to waive reading of the same. His motion was seconded by Ms. Rochelle Michaud-Dugas and unanimously adopted by the Board. (No public comment was made at this time.)

The Chairman then stated that the next order of business was the presentation of the following Staff Reports:

** Resolutions are in chronological order at the end of the minutes.*

V. STAFF REPORTS

- a) **Lease Review Report** - Presented by Jason Talbot, Petroleum Scientist Manager and Charles Bradbury, P.E., Engineering Supervisor, Geology, Engineering & Land Division
- b) **Nomination and Tract Report** - Presented by Greg Roberts, Petroleum Lands Director, Geology, Engineering & Land Division
- c) **Audit Report** - Presented by Rachel Newman, Audit Director, Mineral Income Division
- d) **Legal and Title Controversy Report** - Presented by Greg Roberts, Petroleum Lands Director, Geology, Engineering & Land Division
- e) **Docket Review Report** - Presented by Greg Roberts, Petroleum Lands Director, Geology, Engineering & Land Division

a) LEASE REVIEW REPORT
FEBRUARY 9, 2022
(Resolution Nos. 22-02-001 thru 22-02-003)

I. GEOLOGICAL AND ENGINEERING STAFF REVIEW

According to the SONRIS database, there are 1,037 active State Leases containing approximately 451,588 acres. Since the last Lease Review Report, the Geological and Engineering Division reviewed 112 leases covering approximately 51,677 acres for lease maintenance.

II. BOARD REVIEW

1. Mr. Jason Talbot of the Office of Mineral Resources reported on State Lease No. 195 Quarantine Bay, Plaquemines Parish.

Mr. Talbot stated that Cox Oil LLC (Cox) is both the field operator and the Lessee for State Lease No. 195 and was last reviewed on February 10, 2021 at which time, the Board accepted Cox's Report and granted Cox until December 8, 2021 to report on their continued development on the lease.

Mr. Talbot further reported that by letter dated December 6, 2021, Cox reported the following:

- a. In May 2021, Cox executed a farmout agreement with another oil and gas company. The agreement covered approximately 300 acres of this lease with an expected spud date within the first quarter of 2022.
- b. As of December 2021, Cox executed a second farmout agreement with the same company for 150 acres with a possible September spud date.
- c. Both farmout agreements will target sands not currently producing on the lease.
- d. Cox is optimistic that the new drills will improve their current geologic profile over Quarantine Bay.
- e. Cox continues to deal with unfavorable conditions created by Covid and very active hurricane seasons in 2020 and 2021.
- f. Hurricane Ida caused \$1.2 million in field damages and disrupted gas sales for several weeks resulting in Cox shutting in several wells.

Mr. Talbot stated that Cox's future plans include performing tubing swaps on several wells in order to develop remaining reserves in the wellbores.

Mr. Talbot recommended that the Board accept Cox's report and grant Cox until December 7, 2022 to report on the continued activities on the lease.

Upon motion of Mr. Arnold, seconded by Mr. Smith, and by unanimous vote of the Board, the Board accepted Cox's report and granted Cox until December 7, 2022 to report on the continued activities on State Lease No. 195 located in Quarantine Bay, Plaquemines Parish, Louisiana. There were no comments from the public on this matter. **(Resolution No. 22-02-001)**

III. FORCE MAJEURE

1. Mr. Charles Bradbury of the Office of Mineral Resources reported that Southern Oil of Louisiana LLC reported that State Lease Nos. 17863 and 18550 in Main Pass Block 46 Field in Plaquemines Parish were shut-in on December 2, 2021 due to a crew boat striking the wellhead causing it to lean.

Mr. Bradbury further reported that this was a timely report of a force majeure event and that the Staff recognized the force majeure for a period of six (6) months from the onset of the event until the June 8, 2022 meeting.

Mr. Bradbury recommended that the Board confirm the Staff's recognition of the force majeure event for State Lease Nos. 17863 and 18550.

Upon motion of Mr. Arnold, seconded by Mr. Smith, and by unanimous vote of the Board, the Board confirmed recognition of force majeure event for State Lease Nos. 17863 and 18550 located in Main Pass Block 46 Field in Plaquemines Parish. There were no comments from the public on this matter. **(Resolution No. 22-02-002)**

2. Mr. Charles Bradbury reported that Hilcorp Energy I L.P. (Hilcorp) requested that the Board accept a late shut-in payment on State Lease No. 2826 in Terrebonne Parish.

Mr. Bradbury further reported that this lease was originally shut-in in 2020 due to damage to the field caused by Hurricanes Ida and Zeta.

Mr. Bradbury also reported that the lease was maintained through January 24, 2022 by semi-annual shut-in payments, however, Hilcorp explained that the payment was not submitted timely due to "internal struggle in working through the issues of its new software conversion" causing the payment to be mailed and delivered two (2) days late.

Mr. Bradbury recommended that the Board accept the late shut-in payment for State Lease No. 2826.

Upon motion of Mr. Smith, seconded by Secretary Harris, and by unanimous vote of the Board, the Board approved the request by Hilcorp Energy I L.P. to accept the late shut-in payment on State Lease No. 2826 in Terrebonne Parish, Louisiana. There were no comments from the public on this matter. **(Resolution No. 22-02-003)**

b) NOMINATION AND TRACT REPORT

FEBRUARY 9, 2022

(Resolution No. 22-02-004)

The Board heard the report of Mr. Greg Roberts on Wednesday February 9, 2022 relative to nominations received in the Office of Mineral Resources for the February 9, 2022 Mineral Lease Sale and other matters.

Based upon Staff's recommendation, and on motion of **Mr. Watkins**, duly seconded by **Mr. Harris**, the Board granted authority to Staff to advertise all such tracts that have been received by the Staff of the Office of Mineral Resources as well as any tracts that have been previously advertised and rolled over and otherwise approve the Nomination and Tract Report. **(Resolution No. 22-02-004)**

c) AUDIT REPORT

FEBRUARY 9, 2022

(Resolution No. 22-02-005)

The first matter on the audit report was a request to place Lobo Operating, Inc., and any parties associated with the leases, on demand for royalty exceptions, which were the result of a field audit.

Upon recommendation of Staff and upon motion of Secretary Harris, seconded by Mr. Hollenshead, the Board granted authorization to the Attorney General's Office to place Lobo Operating, Inc., and any affiliated parties or parties associated with the leases, on demand, and further granted authority to the Attorney General's office to file suit for unpaid penalties should compliance with the demand request not be made within a reasonable time. **(Resolution No. 22-02-005)**

The second matter on the audit report was the election of the February 2022 gas royalty to be paid on a processed basis at the Discovery Plant at Larose and the Sea Robin Plant at Henry per the terms of the State Texaco Global Settlement Agreement.

No action required.

d) LEGAL & TITLE CONTROVERSY REPORT
FEBRUARY 9, 2022
(Resolution Nos. 22-02-006 thru 22-02-010)

The first matter considered by the State Mineral and Energy Board (Board) was a request by Hilcorp Energy I, L.P. (Hilcorp) for acceptance of a late payment that was due under Operating Agreement OA A0393. Hilcorp had submitted the payment in full, which was due as initial consideration under OA A0393.

Staff recommended that the Board accept the late payment.

Upon motion of Mr. Harris, seconded by Mr. Hollenshead, and by unanimous vote of the Board, the State Mineral and Energy Board granted approval of Hilcorp's request for acceptance of a late payment due under Operating Agreement OA A0393. There were no comments from the public on this matter. **(Resolution No. 22-02-006)**

The second matter considered by the Board was a request by the Attorney General's office to extend for one (1) year the authority to escrow funds derived from production attributable to Unit Tracts 4A and 6A within State Lease No. 21698 located in the EXPOSITO B RF SUA Unit, Lapeyrouse Field, Terrebonne Parish, granted under Resolution #21-01-007 dated January 13, 2021.

Staff recommended that the Board approve the request by the Attorney General's office to extend the authority to escrow funds derived from production attributable to Unit Tracts 4A and 6A within State Lease No. 21698 for one (1) year.

Upon motion of Ms. Michaud-Dugas, seconded by Mr. Smith, and by unanimous vote of the Board, the State Mineral and Energy Board approved the request by the Attorney General's office to extend the authority to escrow funds derived from production attributable to Unit Tracts 4A and 6A within State Lease No. 21698 until the February 8, 2023 State Mineral and Energy Board Meeting. There were no comments from the public on this matter. **(Resolution No. 22-02-007)**

The third matter considered by the Board was a request by the Attorney General's office to extend for one (1) year the authority to escrow funds derived from production attributable to Unit Tract 1 within State Lease No. 21662 located in the FF-GG RA SUA Unit, Lapeyrouse Field, Terrebonne Parish, granted under Resolution #21-01-008 dated January 13, 2021.

Staff recommended that the Board approve the request by the Attorney General's office to extend the authority to escrow funds derived from production attributable to Unit Tract 1 within State Lease No. 21662 located in the FF-GG RA SUA Unit, Lapeyrouse Field, Terrebonne Parish, granted under Resolution #21-01-008 dated January 13, 2021 for one (1) year.

Upon motion of Mr. Watkins, seconded by Mr. Smith, and by unanimous vote of the Board, the State Mineral and Energy Board approved the request by the Attorney General's office to escrow funds derived from production attributable to Unit Tract 1 within State Lease No. 21662 located in the FF-GG RA SUA Unit, Lapeyrouse Field, Terrebonne Parish, granted under Resolution #21-01-008 until the February 8, 2023 State Mineral and Energy Board Meeting. There were no comments from the public on this matter. **(Resolution No. 22-02-008)**

The fourth matter considered by the Board was a request by the Attorney General's office to extend for one (1) year the authority to escrow funds derived from production attributable to Unit Tracts 1 through 7 and Unit Tracts 13 through 21 within State Lease Nos. 21662, 21696, and 21697 located in the BOURG B SUI Unit, Lapeyrouse Field, Terrebonne Parish, granted under Resolution #21-01-009 dated January 13, 2021.

Staff recommended that the Board approve the request by the Attorney General's office to extend the authority to escrow funds derived from production attributable to Unit Tracts 1 through 7 and Unit Tracts 13 through 21 within State Lease Nos. 21662, 21696, and 21697 located in the BOURG B SUI Unit, Lapeyrouse Field, Terrebonne Parish, granted under Resolution #21-01-009 dated January 13, 2021 for one (1) year.

Upon motion of Mr. Arnold, seconded by Mr. Smith, and by unanimous vote of the Board, the State Mineral and Energy Board approved the request by the Attorney General's office to escrow funds derived from production attributable to Unit Tracts 1 through 7 and Unit Tracts 13 through 21 within State Lease Nos. 21662, 21696, and 21697 located in the BOURG B SUI Unit, Lapeyrouse Field, Terrebonne Parish, granted under Resolution #21-01-009 dated January 13, 2021 until the February 8, 2023 State Mineral and Energy Board Meeting. There were no comments from the public on this matter. **(Resolution No. 22-02-009)**

The fifth matter considered by the Board was a request by Sun Louisiana, LLC and Pinnacle Energy International (USA) I, LLC to extend the primary term of State Lease No. 21754 for one (1) additional year.

Staff recommended that the Board approve the request by Sun Louisiana, LLC and Pinnacle Energy International (USA) I, LLC to extend the primary term of State Lease No. 21754 to March 14, 2023 for payment equivalent to a full Bonus payment.

Upon motion of Mr. Arnold, seconded by Mr. Smith, and by unanimous vote of the Board, the State Mineral and Energy Board approved the request by Sun Louisiana, LLC and Pinnacle Energy International (USA) I, LLC to extend the primary term of State Lease No. 21754 to March 14, 2023 for payment equivalent to a full Bonus payment. There were no comments from the public on this matter. **(Resolution No. 22-02-010)**

e) DOCKET REVIEW REPORT
FEBRUARY 9, 2022
(Resolution No(s). 22-02-011 thru 22-02-014)

The Board heard the report from Greg Roberts on Wednesday, February 9, 2022, relative to the following:

- Category A: State Agency Leases
There were no items for this category
- Category B: State Lease Transfers
Docket Item Nos. 1 through 3
- Category C: Department of Wildlife & Fisheries State Agency Lease
There were no items for this category
- Category D: Advertised Proposals
Docket Item No. 1

Based upon the staff's recommendation, on motion of Ms. Michaud-Dugas, duly seconded by Mr. Smith, the Board voted to accept the following recommendations:

- Category B: State Lease Transfers
Docket Item Nos. 1 through 3
(Resolution Nos. 22—02-011 through 22-02-013)
- Category D: Advertised Proposals
Docket Item No. 1
(Resolution No. 22-02-014)

VI. EXECUTIVE SESSION
(Resolution No. 22-02-015)

The Chairman stated that the next order of business was discussions in Executive Session to consider matters before the Board which were confidential in nature.

Upon motion of Mr. Arnold, seconded by Mr. Smith, the Board Members went into Executive Session at 9:57 a.m.

Upon motion of Ms. Rochelle Michaud-Dugas, seconded by Mr. Arnold, the Board reconvened in open session at 10:36 a.m. for consideration of the following matters discussed in Executive Session:

- a. A discussion of settlement negotiations involving an ownership dispute between the State of Louisiana and Louisiana Land and Exploration Company to certain water bottoms in the King Lake Field within the boundaries of the TEX L-CIB C RA SUA unit located in Terrebonne Parish, Louisiana.

Upon motion of Mr. Arnold, seconded by Mr. White, the Board, pursuant to the discussion held in Executive Session, granted authority to Staff and the Attorney General's office to negotiate settlement on the ownership dispute between the State of Louisiana and Louisiana Land and Exploration Company to certain water bottoms in the King Lake Field within the boundaries of the TEX L-CIB C RA SUA unit located in Terrebonne Parish, Louisiana. No comments were made by the public. **(Resolution No. 22-02-015)**

- b. An update and discussion of ongoing negotiations of operating agreements for Carbon Capture and Sequestration on State owned lands and water-bottoms and for property owned by the Louisiana Department of Wildlife and Fisheries.

This matter was a discussion only, and no action was taken by the Board.

- c. Technical Briefing on Bids

VII. AWARDING OF LEASES

The Chairman stated that the next order of business was the awarding of the leases and called on Mr. Jason Talbot to present Staff's recommendations to the Board.

Mr. Talbot stated that there were six (6) tracts up for bid for February. Two (2) tracts had acceptable bids, one (1) tract would be opened to the floor for competitive bidding due to improper bid.

Upon motion by Mr. Arnold, seconded by Mr. Harris, the Board unanimously voted to open the floor and allow for oral bidding on Tract No. 45505.

Upon request by the Chairman for oral bidding on Tract No. 45505, Mr. Justin Martin of Synergy Land Group, LLC came forward and offered the following:

Tract 45505

(Entire: 24.000 acres)

Bidder	:	SYNERGY LAND GROUP, LLC
Primary Term	:	Three (3) years
Cash Payment	:	\$36,096.00
Annual Rental	:	\$18,048.00
Royalties	:	25% on oil and gas
	:	25% on other minerals
Additional Consideration	:	None

There being no other bidders on this tract, upon motion by Mr. Watkins, seconded by Ms. Michaud-Dugas, and based on Staff's recommendations, the Board unanimously voted to award a lease on Tract No. 45505 to Synergy Land Group, LLC.

Upon motion of Mr. Arnold, and seconded by Ms. Michaud-Dugas, the Board voted to accept Staff's recommendations to accept all remaining bids and award leases on the following tracts:

Tract 45504

(Portion: 4.000 acres)

Bidder	:	ZACHRY EXPLORATION, LLC
Primary Term	:	Three (3) years
Cash Payment	:	\$820.00
Annual Rental	:	\$410.00
Royalties	:	21% on oil and gas
	:	21% on other minerals
Additional Consideration	:	None

Tract 45508

(Entire: 15.030 acres)

Bidder	:	USG PROPERTIES HAYNESVILLE, LLC
Primary Term	:	Three (3) years
Cash Payment	:	\$26,302.50
Annual Rental	:	\$13,151.25
Royalties	:	20.0% on oil and gas
	:	20.0% on other minerals
Additional Consideration	:	Tract No. 45508 falls completely within the HA RA SU132,

Greenwood-Waskom Field.
Bidder, through one of its
affiliates, is the operator of all
currently active unit wells for the
HA RA SU132.

Leases awarded were conditioned on tract descriptions being accurate, overlapped prior leases being subtracted from acreage bid on, acreage amount being verified and agreed between bidder and state and portion bids verified as being located within advertised boundary of tracts. (No public comment was made at this time.)

This concluded the awarding of the leases.

VII. NEW BUSINESS

The Chairman then announced that the next order of business would be the discussion of new business.

No new business was presented.

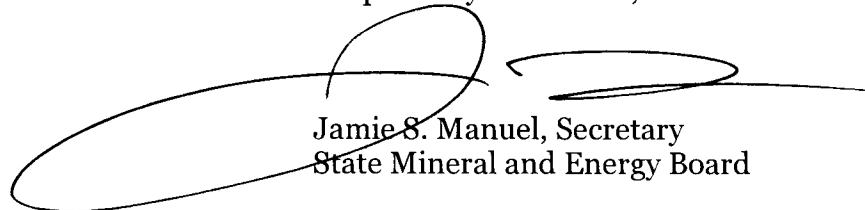
IX. ANNOUNCEMENTS

There were no announcements.

X. ADJOURNMENT

The Chairman then stated that there being no further business to come before the Board, upon motion of Mr. Watkins, seconded by Ms. Michaud-Dugas, the meeting was adjourned at 10:47 a.m.

Respectfully Submitted,



Jamie S. Manuel, Secretary
State Mineral and Energy Board

RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

RESOLUTION #22-02-001

(LEASE REVIEW REPORT)

WHEREAS, on motion of Mr. Arnold, seconded by Mr. Smith, the following resolution was offered and adopted:

WHEREAS, Mr. Jason Talbot of the Office of Mineral Resources made a report on State Lease No. 195, Quarantine Bay Field, located in Plaquemines Parish, Louisiana; and

WHEREAS, Cox Operating L.L.C. (Cox) is the field operator and the Lessee for this lease and was last reviewed by Staff on February 10, 2021; and

WHEREAS, the Board accepted Cox's report and granted Cox until December 8, 2021, to report on the continued development on the lease; and

WHEREAS, the Staff reported on both Cox's 2021 activities and their future plans on the lease. The Staff made recommendation that the Board accept Cox's report and grant Cox until December 7, 2022 to report on their continued activities on State Lease No. 195.

NOW THEREFORE BE IT RESOLVED, that the State Mineral and Energy Board confirms the Staff's recommendation that Cox's report be accepted and hereby grants Cox Operating L.L.C. until December 7, 2022 to report on their continued activities on State Lease No. 195, Quarantine Bay Field, located in Plaquemines Parish, Louisiana.

CERTIFICATE

I HEREBY CERTIFY that the above is a true and correct copy of a Resolution adopted at a meeting on the 9th day of February, 2022, of the State Mineral and Energy Board in the City of Baton Rouge, State of Louisiana, pursuant to due notice and in compliance with law, at which meeting a quorum was present, and that said Resolution is duly entered in the Minute Books of said Board and is now in full force and effect.


JAMIE S. MANUEL, SECRETARY
LOUISIANA STATE MINERAL AND ENERGY BOARD

RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

RESOLUTION #22-02-002

(LEASE REVIEW REPORT)

WHEREAS, on motion of Mr. Arnold, seconded by Mr. Smith, the following resolution was offered and adopted:

WHEREAS, Mr. Charles Bradbury of the Office of Mineral Resources made a report on a request by Southern Oil of Louisiana LLC for recognition of a force majeure condition affecting State Lease Nos. 17863 and 18550 in Main Pass Block 46 Field in Plaquemines Parish, Louisiana; and,

WHEREAS, this lease was shut-in on December 2, 2021 due to a crew boat striking the wellhead causing it to leak; and

WHEREAS, the Staff recognized the timely notification of the force majeure event until the June 8, 2022 State Mineral and Board (Board) Meeting; and

WHEREAS, the Staff recommends that the Board confirm the Staff's recognition of force majeure of State Lease Nos. 17863 and 18550.

NOW THEREFORE BE IT RESOLVED, that the State Mineral and Energy Board confirms the recognition of a force majeure event requested by Southern Oil of Louisiana LLC for recognition of a force majeure condition affecting State Lease Nos. 17863 and 18550 in Main Pass Block 46 Field in Plaquemines Parish, Louisiana, until the June 8, 2022 Board Meeting.

CERTIFICATE

I HEREBY CERTIFY that the above is a true and correct copy of a Resolution adopted at a meeting on the 9th day of February 2022, of the State Mineral and Energy Board in the City of Baton Rouge, State of Louisiana, pursuant to due notice and in compliance with law, at which meeting a quorum was present, and that said Resolution is duly entered in the Minute Books of said Board and is now in full force and effect.


JAMIE S. MANUEL, SECRETARY
LOUISIANA STATE MINERAL AND ENERGY BOARD

RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

RESOLUTION #22-02-003

(LEASE REVIEW REPORT)

WHEREAS, on motion of Mr. Smith, seconded by Mr. Harris, the following resolution was offered and adopted:

WHEREAS, Mr. Charles Bradbury of the Office of Mineral Resources made a report on a request by Hilcorp Energy I L.P. (Hilcorp) to the Board to accept a late shut-in payment for State Lease No. 2826, Terrebonne Parish, Louisiana; and,

WHEREAS, the Staff reported that this lease was originally shut-in in 2020 due to damage to the field caused by Hurricanes Ida and Zeta; and

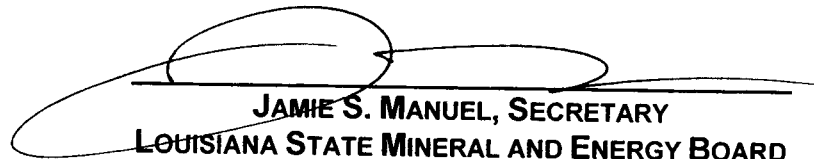
WHEREAS, the Staff further reported that the lease was maintained through January 24, 2022 by semi-annual shut-in payments, however, Hilcorp had not submitted timely payment due to "internal struggle in working through the issues of its new software conversion" causing the payment to be mailed and delivered two (2) days late; and

WHEREAS, the Staff recommends that the State Mineral and Energy Board accept the late shut-in payment for State Lease No. 2826.

NOW THEREFORE BE IT RESOLVED, that the State Mineral and Energy Board does hereby accept the late shut-in payment by Hilcorp Energy I L.P. for State Lease No. 2826, Terrebonne Parish, Louisiana.

CERTIFICATE

I HEREBY CERTIFY that the above is a true and correct copy of a Resolution adopted at a meeting on the 9th day of February, 2022, of the State Mineral and Energy Board in the City of Baton Rouge, State of Louisiana, pursuant to due notice and in compliance with law, at which meeting a quorum was present, and that said Resolution is duly entered in the Minute Books of said Board and is now in full force and effect.


JAMIE S. MANUEL, SECRETARY
LOUISIANA STATE MINERAL AND ENERGY BOARD

RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

Authority to Advertise
Tracts for the April 13,
2022 Lease Sale

RESOLUTION #22-02-004

(NOMINATION AND TRACT REPORT)

WHEREAS, Mr. Greg Roberts reported that Four (4) tract(s) were nominated for the April 13, 2022 Mineral Lease Sale, and requested that same be advertised pending staff review;

ON MOTION of Mr. Watkins, seconded by Mr. Harris, the following recommendation was offered and unanimously adopted by the Board after discussion and careful consideration:

That the State Mineral and Energy Board grant approval to advertise all such tract(s) for the April 13, 2022 Mineral Lease Sale;

NOW, BE IT THEREFORE RESOLVED, that the State Mineral and Energy Board does hereby approve and authorize the advertising of all such tracts received by the staff of the Office of Mineral Resources, as well as any tracts that were previously advertised and rolled over, and to otherwise approve the Nomination and Tract Report.

CERTIFICATE

I HEREBY CERTIFY that the above is a true and correct copy of a Resolution adopted at a meeting of the Louisiana State Mineral and Energy Board in the City of Baton Rouge, Louisiana, on the 9th day of February 2022, pursuant to due notice, at which meeting a quorum was present, and that said Resolution is duly entered in the Minute Books of said Louisiana State Mineral and Energy Board and is now in full force and effect.


Jamie S. Manuel, Secretary
Louisiana State Mineral and Energy Board

RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD
RESOLUTION # 22-02-005

(AUDIT REPORT)

WHEREAS, the State Mineral and Energy Board caused an audit of Lobo Operating, Inc. to be performed of respecting the royalty payments under State Lease Nos. 00195, 01268, 16392, 16393, 16432, 16570, 16664 and B1120 in the Main Pass Block 25 and Main Pass Block 47 fields; and

WHEREAS, there are differences between Lobo Operating, Inc. and the Board regarding the amount of royalty due by Lobo Operating, Inc.; and

WHEREAS, the staff of the Office of Mineral Resources has been unable to resolve and settle the outstanding royalty due with Lobo Operating, Inc.,

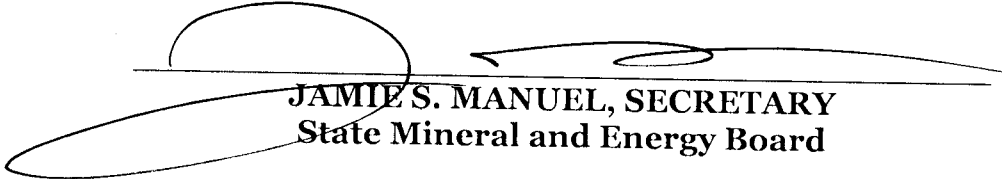
ON MOTION of Mr. Harris, seconded by Mr. Hollenshead, the following Resolution was offered and unanimously adopted by the State Mineral and Energy Board:

THEREFORE, BE IT RESOLVED, that the Attorney General's office is hereby authorized to place formal demand upon Lobo Operating, Inc. and any affiliated parties or parties associated with the leases pertaining to the audit all royalty due, along with interest, penalty, and all other remedies prescribed by law.

BE IT FURTHER RESOLVED that the Attorney General's office is authorized to take all appropriate action, including the filing of suit on behalf of the Board against Lobo Operating, Inc. and any affiliated parties or parties associated with the leases pertaining to this audit.

CERTIFICATE

I hereby certify that the above is a true and correct copy of a Resolution adopted at a meeting of the Louisiana State Mineral Board in the City of Baton Rouge, Louisiana on the 9th day of February, 2022, pursuant to due notice, at which meeting a quorum was present, and that said Resolution is duly entered in the Minute Books of said Louisiana State Mineral Board and is now in full force and effect.


JAMIE S. MANUEL, SECRETARY
State Mineral and Energy Board

RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

RESOLUTION #22-02-006

(LEGAL & TITLE CONTROVERSY)

Hilcorp Energy I, L.P. Late
Payment for Operating
Agreement A0393

On motion of Mr. Harris and seconded by Mr. Hollenshead, the following Resolution was offered and adopted:

WHEREAS, Staff received a late payment from Hilcorp Energy I, L.P. for Operating Agreement A0393; and

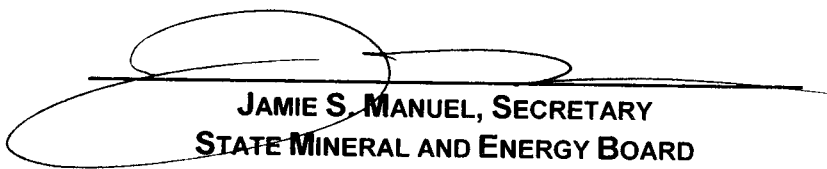
WHEREAS, Staff reported that Hilcorp Energy I, L.P. had submitted the payment in full, which was due as initial consideration under Operating Agreement A0393; and

WHEREAS, Staff recommended that the Board accept the late payment for Operating Agreement A0393.

NOW THEREFORE, BE IT RESOLVED, that the State Mineral and Energy Board hereby grants approval to Hilcorp Energy I, L.P. of a late payment for Operating Agreement A0393 as listed above.

CERTIFICATE

I hereby certify, that the above is a true and correct copy of a Resolution which was adopted at a meeting of the State Mineral and Energy Board in the City of Baton Rouge, Louisiana, on the 9th day of February, 2022, pursuant to due notice, that at said meeting a quorum was present, and that said Resolution is duly entered in the Minute Book of said Board and is now in full force and effect.


JAMIE S. MANUEL, SECRETARY
STATE MINERAL AND ENERGY BOARD

RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

RESOLUTION #22-02-007

(LEGAL & TITLE CONTROVERSY REPORT)

Request to Extend Escrow
to 2/8/2023; Tracts 4A & 6A;
Exposito B RF SUA Unit;
State Lease No. 21698

WHEREAS, the Attorney General's Office requests authority to extend escrow royalty payments for one (1) year derived from production attributable to Unit Tracts 4A and 6A within State Lease No. 21698 located in the EXPOSITO B RF SUA Unit, Lapeyrouse Field, Terrebonne Parish, granted under Resolution #21-01-007 dated January 13, 2021; and

WHEREAS, in response to this request, OMR Staff offered the following recommendation for consideration by the State Mineral and Energy Board (Board):

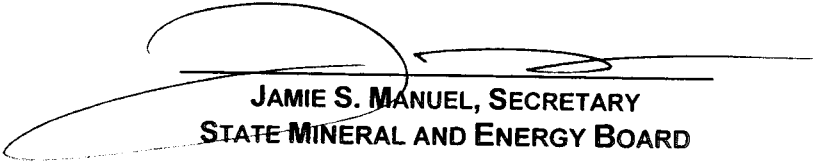
That the Board approve the request by the Attorney General's Office to extend escrow royalty payments for one (1) year derived from production attributable to Unit Tracts 4A and 6A within State Lease No. 21698 located in the EXPOSITO B RF SUA Unit, Lapeyrouse Field, Terrebonne Parish.

ON MOTION of Ms. Michaud-Dugas, seconded by Mr. Arnold, after discussion and careful consideration, the following Resolution was offered and unanimously adopted by the Board:

NOW THEREFORE, BE IT RESOLVED that the request by the Attorney General's Office to extend escrow royalty payments for one (1) year derived from production attributable to Unit Tracts 4A and 6A within State Lease No. 21698 located in the EXPOSITO B RF SUA Unit, Lapeyrouse Field, Terrebonne Parish, granted under Resolution #21-01-007 dated January 13, 2021, is hereby approved until the February 8, 2023 Board Meeting.

CERTIFICATE

I HEREBY CERTIFY that the above is a true and correct copy of a Resolution adopted at a meeting on the 9th day of February, 2022 of the State Mineral and Energy Board in the City of Baton Rouge, State of Louisiana, pursuant to due notice and in compliance with law, at which meeting a quorum was present, and that said Resolution is duly entered in the Minute Books of said Board and is now in full force and effect.


JAMIE S. MANUEL, SECRETARY
STATE MINERAL AND ENERGY BOARD

RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

RESOLUTION #22-02-008

(LEGAL & TITLE CONTROVERSY REPORT)

Request to Extend
Escrow to 2/08/23; Unit
Tract 1 within State
Lease No. 21662

WHEREAS, the Attorney General's Office requests authority to extend for one (1) year the authority to escrow funds derived from production attributable to Unit Tract 1 within State Lease No. 21662 located in the FF-GG RA SUA Unit, Lapeyrouse Field, Terrebonne Parish, granted under Resolution #21-01-008 dated January 13, 2021; and

WHEREAS, in response to this request, OMR Staff offered the following recommendation for consideration by the State Mineral and Energy Board (Board):

That the Board approve the request by the Attorney General's Office for extension of authority to escrow royalty payments until February 8, 2023, derived from the production of Unit Tract 1 within State Lease No. 21662 located in the FF-GG RA SUA Unit, Lapeyrouse Field, Terrebonne Parish.

ON MOTION of Mr. Watkins, seconded by Mr. Smith, after discussion and careful consideration, the following Resolution was offered and unanimously adopted by the Board:

NOW THEREFORE, BE IT RESOLVED that the Attorney General's Office request to extend for one (1) year the authority to escrow funds derived from production attributable to Unit Tract 1 within State Lease No. 21662 located in the FF-GG RA SUA Unit, Lapeyrouse Field, Terrebonne Parish, is hereby approved until the February 8, 2023 State Mineral and Energy Board Meeting.

CERTIFICATE

I HEREBY CERTIFY that the above is a true and correct copy of a Resolution adopted at a meeting on the 9th day of February, 2022 of the State Mineral and Energy Board in the City of Baton Rouge, State of Louisiana, pursuant to due notice and in compliance with law, at which meeting a quorum was present, and that said Resolution is duly entered in the Minute Books of said Board and is now in full force and effect.


JAMIE S. MANUEL, SECRETARY
STATE MINERAL AND ENERGY BOARD

RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

RESOLUTION #22-02-009

(LEGAL & TITLE CONTROVERSY REPORT)

Request to Extend Escrow to
2/08/2023; Tracts 1-7 & 13-21;
BOURG B SUI; State Lease
Nos. 21662, 21696 & 21697

WHEREAS, the Attorney General's Office requests authority to extend for one (1) year the authority to escrow funds derived from production attributable to Unit Tracts 1 through 7 and Unit Tracts 13 through 21 within State Lease Nos. 21662, 21696, and 21697 located in the BOURG B SUI Unit, Lapeyrouse Field, Terrebonne Parish, granted under Resolution #21-01-009 dated January 13, 2021; and

WHEREAS, in response to this request, OMR Staff offered the following recommendation for consideration by the State Mineral and Energy Board (Board):

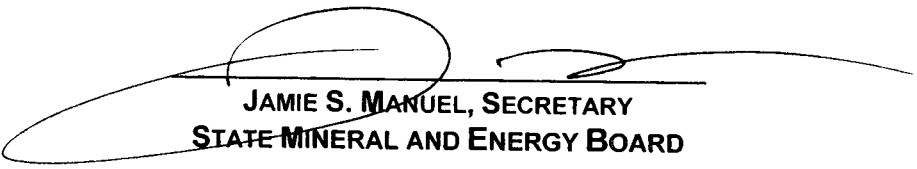
That the Board approve the request by the Attorney General's Office for extension of authority to escrow funds derived from production attributable to Unit Tracts 1 through 7 and Unit Tracts 13 through 21 within State Lease Nos. 21662, 21696, and 21697 located in the BOURG B SUI Unit, Lapeyrouse Field, Terrebonne Parish, for one (1) year.

ON MOTION of Mr. Arnold, seconded by Mr. Smith, after discussion and careful consideration, the following Resolution was offered and unanimously adopted by the Board:

NOW THEREFORE, BE IT RESOLVED that the request by the Attorney General's Office for authority to extend for one (1) year the authority to escrow funds derived from production attributable to Unit Tracts 1 through 7 and Unit Tracts 13 through 21 within State Lease Nos. 21662, 21696, and 21697 located in the BOURG B SUI Unit, Lapeyrouse Field, Terrebonne Parish, is hereby approved until the February 8, 2023 State Mineral and Energy Board Meeting.

CERTIFICATE

I HEREBY CERTIFY that the above is a true and correct copy of a Resolution adopted at a meeting on the 9th day of February, 2022 of the State Mineral and Energy Board in the City of Baton Rouge, State of Louisiana, pursuant to due notice and in compliance with law, at which meeting a quorum was present, and that said Resolution is duly entered in the Minute Books of said Board and is now in full force and effect.


JAMIE S. MANUEL, SECRETARY
STATE MINERAL AND ENERGY BOARD

RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

RESOLUTION #22-02-010

(LEGAL & TITLE CONTROVERSY REPORT)

Sun Louisiana, LLC &
Pinnacle Energy
International (USA) I, LLC -
Request to extend primary
term of State Lease No.
21754 for one (1) year.

WHEREAS, a request was received by the State Mineral and Energy Board from Sun Louisiana, LLC and Pinnacle Energy International (USA) I, LLC to extend the primary term of State Lease No. 21754 for one (1) additional year; and

WHEREAS, in response to this request, OMR Staff offered the following recommendation for consideration by the State Mineral and Energy Board (Board):

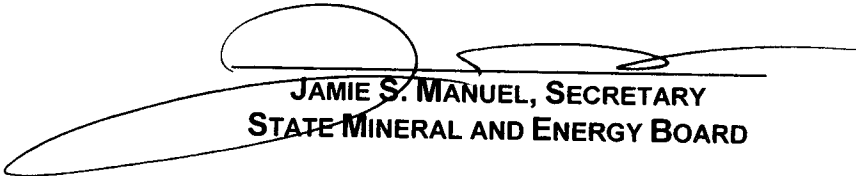
That the Board approve the request by Sun Louisiana, LLC and Pinnacle Energy International (USA) I, LLC to extend the primary term of State Lease No. 21754 to March 14, 2023 for payment equivalent to a full Bonus payment.

ON MOTION of Mr. Arnold, seconded by Mr. Smith, the following Resolution was offered and unanimously adopted by the State Mineral and Energy Board:

NOW THEREFORE, BE IT RESOLVED that the State Mineral and Energy Board does hereby approve the request by Sun Louisiana, LLC and Pinnacle Energy International (USA) I, LLC to extend the primary term of State Lease No. 21754 to March 14, 2023 for payment equivalent to a full Bonus Payment.

CERTIFICATE

I HEREBY CERTIFY that the above is a true and correct copy of a Resolution adopted at a meeting on the 9th day of February, 2022, of the State Mineral and Energy Board in the City of Baton Rouge, State of Louisiana, pursuant to due notice, at which meeting a quorum was present, and that said Resolution is duly entered in the Minute Books of said State Mineral and Energy Board and is now in full force and effect.


JAMIE S. MANUEL, SECRETARY
STATE MINERAL AND ENERGY BOARD

RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

Resolution #22-02-011

(DOCKET)

On motion of Ms. Michaud-Dugas, seconded by Mr. Smith, the following Resolution was offered and adopted:

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 1 from the February 9, 2022 meeting be approved, said being an Assignment from Prime Rock Resources LA LLC to Zone Energy LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 15346, 15350 and 15354, St. Landry Parish, Louisiana, with further particulars being stipulated in the instrument.

Zone Energy LLC is designated as the joint account Lessee (contact company) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

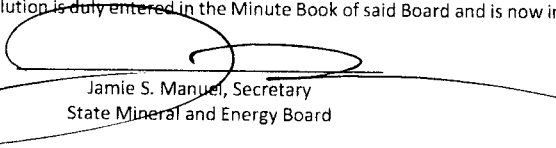
This approval is expressly granted and accepted subject to certain conditions in the absence of which conditions approval of said instrument would not have been given as follows:

- 1) That all terms and conditions of the basic lease will be fulfilled, including but not limited to the full payment of rentals and royalties, regardless of the division of leasehold interests resulting from the instrument;
- 2) That failure to comply with the terms and conditions of the basic lease by the original lessee, or by any assignee, sublessor or sublessee, prior or subsequent hereto, shall not be deemed waived by the approval of said instrument by the State Mineral and Energy Board for the State of Louisiana, it being distinctly understood that the State Mineral and Energy Board for the State of Louisiana does not recognize said instrument as creating a novation, as regards any right or interest of the State or Board;
- 3) That in the event ownership of the basic mineral lease is or becomes vested in two or more lessees responsible to the lessor for compliance with indivisible obligations to maintain the lease, then said lessees shall designate in writing to the State Mineral and Energy Board the lessee representing the joint account of all lessees, who shall be accountable to the Board for discharge of indivisible obligations under the lease for all lessees or for release in lieu of compliance therewith, provided that in the event of failure of said lessees to comply with such condition, then the Board may withhold approval of and thereby deny validity to any pending or future assignment or transfer of an interest in the lease, and, provided further, that if any lessee should agree to release the lease or any segregated portion thereof in lieu of complying with an indivisible lease obligation to maintain the lease and no other lessee desires to assume and undertake the indivisible obligation, then all lessees agree to join in a release or to otherwise execute a similar release of their rights to lessor, relegating any nonsignatory lessee to such remedy, if any, as such party may have against the lessee or lessees, who may execute a release purporting to cover the entirety of the lease or of a segregated portion thereof;
- 4) That this approval is given merely for the purpose of validating the assignment or transfer under the provisions of R.S. 30:128, but by giving its approval, the Board does not recognize the validity of any other instrument referred to therein that has not also been considered and approved by the Board in its entirety nor of any descriptions nor adopt any of the terms and conditions in the assignment or transfer, including but not limited to any election to convert an overriding royalty interest to a working interest, and any such election shall not be effective until written notice thereof is given to the Board and assignment or transfer of such working interest in recordable form is docketed for approval and approved by the Board, and, furthermore, that this approval may not operate as the Board's approval of any sales contract, which may have been entered into by the parties to the assignment or transfer, inasmuch as the Board specifically reserves the right to take its royalty oil, gas and other minerals in kind;
- 5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and
- 6) That nothing herein shall be construed as approval for any assignment, sublease or transfer to or from any individual, partnership, corporation or other legal entity who has filed bankruptcy proceedings unless such status is specifically recognized in this resolution.

BE IT FURTHER RESOLVED that either the Chairman, Vice-Chairman or Secretary is hereby authorized to reflect the approval of the State Mineral and Energy Board by affixing his signature to the aforesaid instrument.

CERTIFICATE

I hereby certify that the above is a true and correct copy of a Resolution adopted at a meeting of the State Mineral and Energy Board held in the City of Baton Rouge, Louisiana, on the 9th day of February, 2022, pursuant to due notice, at which meeting a quorum was present, and that said Resolution is duly entered in the Minute Book of said Board and is now in full force and effect.


Jamie S. Manuel, Secretary
State Mineral and Energy Board

RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

Resolution #22-02-012

(DOCKET)

On motion of Ms. Michaud-Dugas, seconded by Mr. Smith, the following Resolution was offered and adopted:

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 2 from the February 9, 2022 meeting be approved, said being an Assignment from Fulco Petroleum Management Inc. to Justiss Oil Company, Inc., of all of Assignor's right, title and interest in and to State Lease No. 3552, Grant and LaSalle Parishes, Louisiana, with further particulars being stipulated in the instrument.

Justiss Oil Company, Inc. is designated as the joint account Lessee (contact company) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

This approval is expressly granted and accepted subject to certain conditions in the absence of which conditions approval of said instrument would not have been given as follows:

1) That all terms and conditions of the basic lease will be fulfilled, including but not limited to the full payment of rentals and royalties, regardless of the division of leasehold interests resulting from the instrument;

2) That failure to comply with the terms and conditions of the basic lease by the original lessee, or by any assignee, sublessor or sublessee, prior or subsequent hereto, shall not be deemed waived by the approval of said instrument by the State Mineral and Energy Board for the State of Louisiana, it being distinctly understood that the State Mineral and Energy Board for the State of Louisiana does not recognize said instrument as creating a novation, as regards any right or interest of the State or Board;

3) That in the event ownership of the basic mineral lease is or becomes vested in two or more lessees responsible to the lessor for compliance with indivisible obligations to maintain the lease, then said lessees shall designate in writing to the State Mineral and Energy Board the lessee representing the joint account of all lessees, who shall be accountable to the Board for discharge of indivisible obligations under the lease for all lessees or for release in lieu of compliance therewith, provided that in the event of failure of said lessees to comply with such condition, then the Board may withhold approval of and thereby deny validity to any pending or future assignment or transfer of an interest in the lease, and, provided further, that if any lessee should agree to release the lease or any segregated portion thereof in lieu of complying with an indivisible lease obligation to maintain the lease and no other lessee desires to assume and undertake the indivisible obligation, then all lessees agree to join in a release or to otherwise execute a similar release of their rights to lessor, relegating any nonsignatory lessee to such remedy, if any, as such party may have against the lessee or lessees, who may execute a release purporting to cover the entirety of the lease or of a segregated portion thereof;

4) That this approval is given merely for the purpose of validating the assignment or transfer under the provisions of R.S. 30:128, but by giving its approval, the Board does not recognize the validity of any other instrument referred to therein that has not also been considered and approved by the Board in its entirety nor of any descriptions nor adopt any of the terms and conditions in the assignment or transfer, including but not limited to any election to convert an overriding royalty interest to a working interest, and any such election shall not be effective until written notice thereof is given to the Board and assignment or transfer of such working interest in recordable form is docketed for approval and approved by the Board, and, furthermore, that this approval may not operate as the Board's approval of any sales contract, which may have been entered into by the parties to the assignment or transfer, inasmuch as the Board specifically reserves the right to take its royalty oil, gas and other minerals in kind;

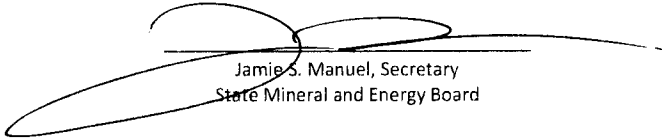
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

6) That nothing herein shall be construed as approval for any assignment, sublease or transfer to or from any individual, partnership, corporation or other legal entity who has filed bankruptcy proceedings unless such status is specifically recognized in this resolution.

BE IT FURTHER RESOLVED that either the Chairman, Vice-Chairman or Secretary is hereby authorized to reflect the approval of the State Mineral and Energy Board by affixing his signature to the aforesaid instrument.

CERTIFICATE

I hereby certify that the above is a true and correct copy of a Resolution adopted at a meeting of the State Mineral and Energy Board held in the City of Baton Rouge, Louisiana, on the 9th day of February, 2022, pursuant to due notice, at which meeting a quorum was present, and that said Resolution is duly entered in the Minute Book of said Board and is now in full force and effect.


Jamie S. Manuel, Secretary
State Mineral and Energy Board

RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

Resolution #22-02-013 (DOCKET)

On motion of Ms. Michaud-Dugas, seconded by Mr. Smith, the following Resolution was offered and adopted:

BE IT RESOLVED by the State Mineral and Energy Board that Docket item No. 3 from the February 9, 2022 meeting be approved, said being A Stipulation of Interest by and between OXY USA Inc., USG Properties Haynesville, LLC and Pine Wave Energy Partners Operating, LLC, whereas said parties stipulate that Pine Wave Energy Partners Operating, LLC is the sole working interest owner of State Lease No. 2524, **INSOFAR AND ONLY INSOFAR AS** said lease covers all rights below the base of the Rodessa Hill Formation being the stratigraphic equivalent of 4,940' and below, **AND INSOFAR AND ONLY INSOFAR AS** lands are located in Section 20, T18N R15W, Caddo Parish, Louisiana, with further particulars being stipulated in the instrument.

Pine Wave Energy Partners Operating, LLC is designated as the joint account Lessee (contact company) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

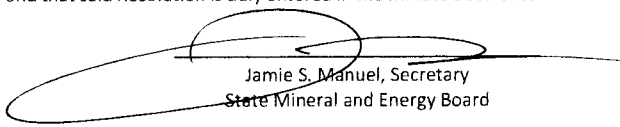
This approval is expressly granted and accepted subject to certain conditions in the absence of which conditions approval of said instrument would not have been given as follows:

- 1) That all terms and conditions of the basic lease will be fulfilled, including but not limited to the full payment of rentals and royalties, regardless of the division of leasehold interests resulting from the instrument;
- 2) That failure to comply with the terms and conditions of the basic lease by the original lessee, or by any assignee, sublessor or sublessee, prior or subsequent hereto, shall not be deemed waived by the approval of said instrument by the State Mineral and Energy Board for the State of Louisiana, it being distinctly understood that the State Mineral and Energy Board for the State of Louisiana does not recognize said instrument as creating a novation, as regards any right or interest of the State or Board;
- 3) That in the event ownership of the basic mineral lease is or becomes vested in two or more lessees responsible to the lessor for compliance with indivisible obligations to maintain the lease, then said lessees shall designate in writing to the State Mineral and Energy Board the lessee representing the joint account of all lessees, who shall be accountable to the Board for discharge of indivisible obligations under the lease for all lessees or for release in lieu of compliance therewith, provided that in the event of failure of said lessees to comply with such condition, then the Board may withhold approval of and thereby deny validity to any pending or future assignment or transfer of an interest in the lease, and, provided further, that if any lessee should agree to release the lease or any segregated portion thereof in lieu of complying with an indivisible lease obligation to maintain the lease and no other lessee desires to assume and undertake the indivisible obligation, then all lessees agree to join in a release or to otherwise execute a similar release of their rights to lessor, relegating any nonsignatory lessee to such remedy, if any, as such party may have against the lessee or lessees, who may execute a release purporting to cover the entirety of the lease or of a segregated portion thereof;
- 4) That this approval is given merely for the purpose of validating the assignment or transfer under the provisions of R.S. 30:128, but by giving its approval, the Board does not recognize the validity of any other instrument referred to therein that has not also been considered and approved by the Board in its entirety nor of any descriptions nor adopt any of the terms and conditions in the assignment or transfer, including but not limited to any election to convert an overriding royalty interest to a working interest, and any such election shall not be effective until written notice thereof is given to the Board and assignment or transfer of such working interest in recordable form is docketed for approval and approved by the Board, and, furthermore, that this approval may not operate as the Board's approval of any sales contract, which may have been entered into by the parties to the assignment or transfer, inasmuch as the Board specifically reserves the right to take its royalty oil, gas and other minerals in kind;
- 5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and
- 6) That nothing herein shall be construed as approval for any assignment, sublease or transfer to or from any individual, partnership, corporation or other legal entity who has filed bankruptcy proceedings unless such status is specifically recognized in this resolution.

BE IT FURTHER RESOLVED that either the Chairman, Vice-Chairman or Secretary is hereby authorized to reflect the approval of the State Mineral and Energy Board by affixing his signature to the aforesaid instrument.

CERTIFICATE

I hereby certify that the above is a true and correct copy of a Resolution adopted at a meeting of the State Mineral and Energy Board held in the City of Baton Rouge, Louisiana, on the 9th day of February, 2022, pursuant to due notice, at which meeting a quorum was present, and that said Resolution is duly entered in the Minute Book of said Board and is now in full force and effect.


Jamie S. Manuel, Secretary
State Mineral and Energy Board

RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

Resolution #22-02-014

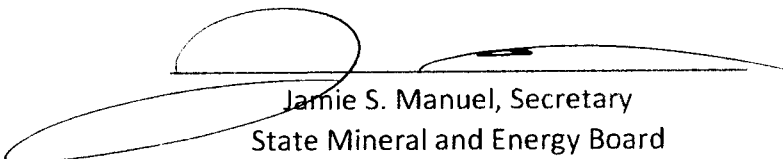
(DOCKET)

On motion of Ms. Michaud-Dugas, seconded by Mr. Smith, the following Resolution was offered and adopted:

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 22-02 from the February 9, 2022 meeting be approved, said instrument being An Act of Correction by and between the State of Louisiana, through the State Mineral and Energy Board and Hilcorp Energy I, L.P., whereas said parties hereby agree to amend, correct and conform the property description of State Lease No. 22015, Lafourche and Terrebonne Parishes, Louisiana, with further particulars being stipulated in the instrument.

CERTIFICATE

I hereby certify that the above is a true and correct copy of a Resolution adopted at a meeting of the State Mineral and Energy Board held in the City of Baton Rouge, Louisiana, on the 9th day of February, 2022 pursuant to due notice, at which meeting a quorum was present, and that said Resolution is duly entered in the Minute Book of said Board and is now in full force and effect.



Jamie S. Manuel, Secretary
State Mineral and Energy Board

RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

RESOLUTION # 22-02-015

(EXECUTIVE SESSION)

Executive Session Discussion
Re: Settlement negotiations
involving an ownership dispute
between the State of Louisiana
and Louisiana Land and
Exploration Company to certain
water bottoms in the King Lake
Field within the boundaries of the
TEX L-CIB C RA SUA unit.

WHEREAS, a discussion regarding settlement negotiations involving an ownership dispute between the State of Louisiana and Louisiana Land and Exploration Company to certain water bottoms in the King Lake Field within the boundaries of the TEX L-CIB C RA SUA unit located in Terrebonne Parish, Louisiana, was held in Executive Session;

ON MOTION of Mr. Arnold, seconded by Mr. White, the following Resolution was offered and unanimously adopted by the State Mineral and Energy Board:

NOW THEREFORE, BE IT RESOLVED that the State Mineral and Energy Board granted authority to Staff and the Attorney General's office to negotiate settlement on the ownership dispute as discussed in Executive Session.

CERTIFICATE

I HEREBY CERTIFY that the above is a true and correct copy of a Resolution adopted at a meeting on the 9th day of February, 2022 of the State Mineral and Energy Board in the City of Baton Rouge, State of Louisiana, pursuant to due notice, at which meeting a quorum was present, and that said Resolution is duly entered in the Minute Books of the State Mineral and Energy Board and is now in full force and effect.


JAMIE S. MANUEL, SECRETARY
State Mineral and Energy Board