

# **MINUTES**

## **STATE MINERAL AND ENERGY BOARD**

### **LEASE SALE AND BOARD MEETING**

**May 11, 2022**

**REGULAR MEETING  
MAY 11, 2022**

The Regular Meeting of the State Mineral and Energy Board was held on **Wednesday, May 11, 2022**, beginning at 9:35 a.m. in the LaBelle Room of the LaSalle Building, 617 N. 3<sup>rd</sup> Street, First Floor, Baton Rouge, Louisiana.

**I. CALL TO ORDER**

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

**II. ROLL CALL**

OMR Assistant Secretary Jamie Manuel 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**  
**Harvey "Ned" White**  
**Willie J. Young, Sr.**  
**Thomas L. Arnold, Jr.**  
**Rochelle A. Michaud-Dugas**  
**Darryl D. Smith**  
**Harry J. Vorhoff, Governor John Bel Edwards Designee**

There were no members of the Board recorded as absent.

Chairman Segura announced that a quorum of eleven (11) 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 APRIL 13, 2022 MINUTES**

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

A motion was made by Mr. Hollenshead to adopt the April 13, 2022 Minutes as submitted and to waive reading of the same. His motion was seconded by Mr. Arnold and unanimously adopted by the Board. (No public comments were made at this time.)

The Chairman then stated that Agenda Item VI. will be heard next to allow Senator Robert Mills to address the Board in reference to Surface Water Legislation.

**V. Senator Robert Mills – Surface Water Legislation**

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

**VI. 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

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

**a) LEASE REVIEW REPORT**

**MAY 11, 2022**

(Resolution Nos. 22-05-001 through 22-05-004)

**I. GEOLOGICAL AND ENGINEERING STAFF REVIEW**

According to the SONRIS database, there are 1,004 active State Leases containing approximately 443,568 acres. Since the last Lease Review Report, the Geological and Engineering Division reviewed 83 leases covering approximately 52,146 acres for lease maintenance.

**II. BOARD REVIEW**

Mr. Jason Talbot of the Office of Mineral Resources reported on State Lease No. 173, Caddo Pine Island, Caddo Parish, Henergy Caddo Pine Island, Inc.

Mr. Talbot stated that the Board last reviewed this lease on May 13, 2020 and deferred any development demands or release obligation for this lease at that time.

Mr. Talbot further reported the following:

- a. On March 9, 2022, the Petroleum Lands Section of the Office of Mineral Resources received a lease assignment for Board approval which will assign the majority of Gemini Exploration, Inc.'s rights and interests to Henergy Caddo Pine Island, Inc. (Henergy).
- b. The Staff contacted Henergy to inform them of the Board's previous involvement with State Lease No. 173 wherein Henergy confirmed that they were aware of the history with the Board and offered to meet with the Staff prior to the Board approval of the assignment.
- c. On April 19, 2022, a meeting occurred with Henergy where several lease obligations were discussed, including a development demand on certain acreage as indicated on Exhibit A from the April 11, 2018 Board Meeting, which is attached hereto and made a part of these Minutes.

Mr. Talbot recommended that the Board's approval of the assignment be conditioned on the following:

- a. Henergy's acknowledgement that the State has a claim for reasonable development and the right of the State to require a release of the acreage shown in green on Exhibit A.
- b. Henergy will report to the Board of their lease activities and plans for future development within 18 months, at which time, the Board will evaluate all information presented by the Staff and Henergy and decide whether to enforce the claim to reasonable development and require release of the acreage as shown in green on Exhibit A.
- c. Henergy continues to plug and abandon wells annually within the lease that are incapable of producing.

Comments were heard from Mike Riddick with Blanchard, Walker, O'Quin and Roberts, representing Henergy, and Chris Haas, President of Henergy.

Upon motion of Mr. Hollenshead, seconded by Ms. LeBlanc, and by unanimous vote of the Board, the Board accepted Staff's recommendations as stated above for State Lease No. 173, Caddo Pine Island, Caddo Parish, Louisiana. **(Resolution No. 22-05-001)**

### **III. FORCE MAJEURE**

1. Mr. Charles Bradbury of the Office of Mineral Resources reported that Forza Operating LLC has requested that the Board accept a late shut-in payment affecting State Lease No. 1794 in Cox Bay Field, Plaquemines Parish, Louisiana.

Mr. Bradbury further reported that this lease was shut-in for a period of more than ninety (90) days from damage caused by Hurricane Ida and that production was restored on December 9, 2021.

Mr. Bradbury also reported that this lease will otherwise expire without the Board's approval.

Mr. Bradbury recommended that the Board accept the late shut-in payment for State Lease No. 1794.

Upon motion of Mr. Arnold, seconded by Ms. Michaud-Dugas, and by unanimous vote of the Board, the Board accepted the late shut-in payment affecting State Lease No. 1794 in Cox Bay Field, Plaquemines Parish, Louisiana. There were no comments from the public on this matter. **(Resolution No. 22-05-002)**

2. Mr. Charles Bradbury of the Office of Mineral Resources reported that Perdido Energy Louisiana LLC (Perdido) has requested to make a second oil shut-in payment to maintain State Lease Nos. 20972, 21576 and 21619 in Leeville Field, Lafourche Parish, Louisiana.

Mr. Bradbury further reported that these leases were originally shut-in due to damage caused by Hurricane Ida and Perdido will require more time to restore these leases to productive status.

Staff recommended that the Board grant a second oil shut-in payment for these leases.

Upon motion of Ms. LeBlanc, seconded by Mr. Arnold, and by unanimous vote of the Board, the Board the request by Perdido to make a second oil shut-in payment to maintain State Lease Nos. 20972, 21576 and 21619 in Leeville Field, Lafourche Parish, Louisiana. There were no comments from the public on this matter. **(Resolution No. 22-05-003)**

3. Mr. Charles Bradbury of the Office of Mineral Resources reported that LLOX LLC (LLOX), on behalf of Wapiti, has requested to make a second oil shut-in payment to maintain State Lease No. 19949 and Operating Agreement A0321(P) in Manilla Village Field, Jefferson Parish, Louisiana.

Mr. Bradbury further reported that these leases were originally shut-in due to damage caused by Hurricane Ida.

Mr. Bradbury continued that LLOX is in the process of assuming operatorship of the leases and will require more time to restore these leases to productive status.

Staff recommended that the Board grant a second oil shut-in payment for these leases.

Upon motion of Mr. Watkins, seconded by Mr. Arnold, and by unanimous vote of the Board, the Board approved the request by LLOX, on behalf of Wapiti, to make a second oil shut-in payment to maintain State Lease No. 19949 and Operating Agreement A0321(P) in Manilla Village Field, Jefferson Parish, Louisiana. There were no comments from the public on this matter. **(Resolution No. 22-05-004)**

#### **b) NOMINATION AND TRACT REPORT**

**MAY 11, 2022**

(Resolution No. 22-05-005)

The Board heard the report of Mr. Greg Roberts on Wednesday, May 11, 2022, relative to nominations received in the Office of Mineral Resources for the May 11, 2022 Mineral Lease Sale and other matters.

Based upon Staff's recommendation, and on motion of Ms. LeBlanc, duly seconded by Mr. Watkins, 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. 22-05-005)**

#### **c) AUDIT REPORT**

**MAY 11, 2022**

The first matter on the audit report was the election of the May 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**

**MAY 11, 2022**

(Resolution No. 22-05-006)

The State Mineral and Energy Board (Board) considered a request from Staff to amend the State Agency Lease form.

Staff reported that La. R.S. 30:153(A) allows a State Agency to request that the Board nominate, advertise, and award oil and gas leases on the State Agency's behalf. However, the statute specifically states that after the execution of the State Agency Lease, all rights and authority in connection therewith shall be vested in the agency to the same extent as if the State Agency had itself leased the land.

Staff further reported that the current State Agency Lease form, as amended in 2019, contains language that is inconsistent with this statute. It directs the Office of Mineral Resources ("OMR") to administer and manage certain obligations within the lease.

- (a) The OMR is requesting Board approval to notify the current lessees and operators, as well as, the appropriate State Agencies that are a party to any active State Agency Leases, which were executed after December 2019 and communicate to them that OMR does not have the authority to govern the relative rights and obligations of the parties pursuant to the contractual provisions contained in the State Agency Leases. All notice, approval, and payment obligations of the State Agency Lease shall be made to the State Agency itself.

Nevertheless, this shall not apply to those State Agency Leases in which the Board is administering and managing the State Agency Leases as authorized by La. R.S. 30:153(B).

- (b) A request by Staff to make technical amendments to the State Agency Lease form that will correct the above referenced inconsistencies between La. R.S. 30:153(A) and the current State Agency Lease form.

The Staff recommended that the aforementioned resolution be made.

Upon motion of Mr. Watkins, seconded by Mr. Arnold, and by unanimous vote of the Board, the State Mineral and Energy Board granted approval to the Staff to amend the State Agency Lease form as stated above. There were no comments from the public on this matter. **(Resolution No. 22-05-006)**

**e) DOCKET REVIEW REPORT**  
**MAY 11, 2022**  
(Resolution Nos. 22-05-007 thru 22-05-027)

The Board heard the report from Greg Roberts on Wednesday, May 11, 2022, relative to the following:

Category A: State Agency Leases  
Docket Item No. 1

Category B: State Lease Transfers  
Docket Item Nos. 1 through 19

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 Mr. Smith, duly seconded by Ms. Michaud-Dugas the Board voted to accept the following recommendations:

Category A: State Agency Leases  
Docket Item No. 1  
**(Resolution No. 22-05-007)**

Category B: State Lease Transfers  
Docket Item Nos. 1 through 19  
**(Resolution Nos. 22-05-008 through 22-04-026)**

Category D: Advertised Proposals  
Docket Item No. 1  
**(Resolution No. 22-05-027)**

## **VI. EXECUTIVE SESSION**

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. Young, seconded by Mr. White, the Board Members went into Executive Session at 10:26 a.m.



Upon motion of Mr. Arnold, seconded by Mr. Smith, the Board reconvened in open session at 11:10 a.m. for consideration of the following matters discussed in Executive Session:

- a. Update and request for authority to negotiate settlement regarding the matter entitled BHP Billiton Petroleum Properties (N.A.), LP, et al vs. Joe Brunson Butler, et al; Adversary Case No. 21-01010, US Bankruptcy Court, Western District Louisiana, Lafayette Division.

Upon motion of Ms. Michaud-Dugas, seconded by Mr. Watkins, the Board, pursuant to the discussion held in Executive Session, granted authority to Staff and the Attorney General's office to take action and move forward as discussed in Executive Session. No comments were made by the public. **(Resolution No. 22-05-028)**

- b. A discussion of matters and a request by Day Town Operating, LLC to suspend payment of royalties and to escrow funds from production in lands concerning the following suit: Steve Crooks, et al. v. State of Louisiana, Case No. 224262, 9th JDC, Rapides Parish, Louisiana.

Upon motion of Ms. Michaud-Dugas, seconded by Mr. Vorhoff, the Board, pursuant to the discussion held in Executive Session, granted authority to Staff to suspend payment of royalties and to escrow funds from production in lands concerning the following suit: Steve Crooks, et al. v. State of Louisiana, Case No. 224262, 9th JDC, Rapides Parish, Louisiana. No comments were made by the public. **(Resolution No. 22-05-029)**

- c. Update and request for authority to negotiate settlement regarding the matter entitled BHP Billiton Petroleum Properties (N.A.), LP, et al vs. Ernest H. Turner, III, et al; Docket No. 145647, Div. A, 26th JDC, Bossier Parish.

Upon motion of Mr. White, seconded by Mr. Smith, the Board, pursuant to the discussion held in Executive Session, granted authority to Staff and the Attorney General's office to take action and move forward as discussed in Executive Session to negotiate settlement regarding the matter entitled BHP Billiton Petroleum Properties (N.A.), LP, et al vs. Ernest H. Turner, III, et al; Docket No. 145647, Div. A, 26th JDC, Bossier Parish. No comments were made by the public. No comments were made by the public. **(Resolution No. 22-05-030)**

- d. A discussion of and authority to negotiate on proposed operating agreement(s) between ExxonMobil Low Carbon Solutions, the State of Louisiana, and the Louisiana Department of Wildlife & Fisheries for proposed carbon sequestration projects in Vermillion and Cameron Parishes.

Upon motion of Mr. Smith, seconded by Mr. Harris, the Board, pursuant to the discussion held in Executive Session, granted authority to the Staff and the Attorney General's office negotiate on proposed operating agreement(s) between ExxonMobil Low Carbon Solutions, the State of Louisiana, and the Louisiana Department of Wildlife & Fisheries for proposed carbon sequestration projects in Vermillion and Cameron Parishes. No comments were made by the public. **(Resolution No. 22-05-031)**

- e. 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.

- f. 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.

The Staff reported that there were eight (8) tracts up for bid. The Staff further reported that there were eleven (11) bids received on those eight (8) tracts. There were three (3) bids received for Tract 45527 and two (2) bids for Tract 45534. The Staff recommended that the Board accept the single bids on Tracts 45523, 45531, 45532, 45533, and 45535, and the following bids for Tracts 45527 and 45534:

Tract 45527: Cypress Operating, Inc.  
Tract 45534: Citizen Acquisitions LLC

The Staff recommended that the Board reject the following bids:

Tract 45527: Cypress Energy Corporation  
Tract 45527: Citizen Acquisitions LLC  
Tract 45534: Paloma Natural Gas, LLC

The Staff also recommended that the Board reject the bid on Tract 45529 due to improper bid and open the bidding to the floor.

Upon motion of Mr. Harris, and seconded by Ms. Michaud-Dugas, the Board voted to accept Staff's recommendations to reject the bids on Tract 45527 and Tract 45534 as listed above and to accept the following bids and award leases on the following Tracts:

**Tract 45523**  
(Portion: 315.440 acres)

Bidder : Woodland Petroleum Corporation  
Primary Term : Three (3) years  
Cash Payment : \$40,060.88  
Annual Rental : \$40,060.88  
Royalties : 20.0% on oil and gas  
: 20.0% on other minerals

Additional Consideration: The beds and bottoms of all water bodies belonging to the State of Louisiana located in Block 9, Vermilion Area, Revised, together with any present lands formed by accretion to the shoreline or islands formed therein, located in Vermilion Parish, Louisiana, owned by and not presently under mineral lease as of May 11, 2022, from the State of Louisiana, the geographical area of which is more fully described as follows: Beginning at a point having Coordinates of X = 1,714,749.98 and Y = 318,487.34; thence North 79 degrees 00 minutes 00 seconds West 5,227.14 feet to a point on the Coastline as defined by the report of the Special Master and set forth in the judgment decree in June of 1975 by the Supreme Court of the United States in the litigation styled United States v. State of Louisiana, et al No. 9 Original, having Coordinates of X = 1,709, 618.88 and Y = 319, 484.72; thence along the boundary of said Coastline the following courses: Northeasterly on a straight line to a point having Coordinates of X = 1,709,968 and Y = 319,818, Northeasterly on a straight line to a point having Coordinates of X = 1,711,532 and Y = 320, 881, and Northeasterly on a straight line to a point having Coordinates of X = 1,715,713.55 and Y = 323,444.47; thence South 11 degrees 00 minutes 00 seconds West 5,049.91 feet to the point of beginning, containing approximately 315.44 acre, LESS AND EXCEPT that portion thereof, if any, lying seaward of the line three nautical miles from the coast line of Louisiana, as said three mile line has been decreed by the Supreme Court of the United States, as determined by a Special Master appointed therein, in litigation styled United States v. State of Louisiana et al No. 9 Original, in 1975, all as more particularly outlined on a plat in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on the Louisiana Coordinate System of 1927, (South Zone).

**Tract 45527**  
(Entire: 14.670 acres)

Bidder : Cypress Operating, Inc.  
Primary Term : Three (3) years  
Cash Payment : \$74,083.50  
Annual Rental : \$37,041.75  
Royalties : 25.0% on oil and gas  
: 25.0% on other minerals  
Additional Consideration: None

**Tract 45531**  
(Entire: 7.000 acres)

Bidder : Woodland Petroleum Corporation  
Primary Term : Three (3) years  
Cash Payment : \$889.00  
Annual Rental : \$889.00  
Royalties : 20.0% on oil and gas  
: 20.0% on other minerals  
Additional Consideration: All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description as to which title is vested in the State of Louisiana, together with all islands arising therein and other lands formed by accretion or by reliction, where allowed by law, excepting tax adjudicated lands, and not presently under mineral lease on May 11, 2022 situated in Vermilion Parish, Louisiana, located within the geographical boundaries more particularly described as follows: Beginning at a point having Coordinates of X = 1, 706,4 14.36 and Y = 323,070.00; thence South 2,962.38 feet to a point having Coordinates of X = 1,706,414.36 and Y = 320,107.62; thence North 79 degrees 00 minutes 00 seconds West 5,558.36 feet to a point having Coordinates of X = 1,7 00,958.12 and Y = 321,168.2 1; thence North 11 degrees 00 minutes 00 seconds East 1,937.39 feet to a point having Coordinates of X = 1,701,327.79 and Y = 323,070.00; thence East 5,086.57 feet to the point of beginning, containing approximately 7 acres, all as more particularly outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1 927, (North or South Zone), where applicable.

**Tract 45532**

(Entire: 40.000 acres)

Bidder : USG Properties Haynesville, LLC  
Primary Term : Three (3) years  
Cash Payment : \$40,000.00  
Annual Rental : \$20,000.00  
Royalties : 21.0% on oil and gas  
: 21.0% on other minerals  
Additional Consideration: 1) The bid on this tract is for the 1/2 interest in 40 acres being  
a net 20 acres.  
2) Any royalties paid will be reduced proportionately to the  
interest actually owned.

**Tract 45533**

(Entire: 78.590 acres)

Bidder : USG Properties Haynesville, LLC  
Primary Term : Three (3) years  
Cash Payment : \$157,180.00  
Annual Rental : \$78,590.00  
Royalties : 21.0% on oil and gas  
: 21.0% on other minerals  
Additional Consideration: None

**Tract 45534**

(Entire: 135.040. acres)

Bidder : Citizen Acquisitions LLC  
Primary Term : Three (3) years  
Cash Payment : \$371,360.00  
Annual Rental : \$185,680.00  
Royalties : 25.0% on oil and gas  
: 25.0% on other minerals  
Additional Consideration: None

**Tract 45535**

(Entire: 137.000 acres)

Bidder : USG Properties Haynesville LLC  
Primary Term : Three (3) years  
Cash Payment : \$274,000.00  
Annual Rental : \$137,000.00  
Royalties : 21.0% on oil and gas  
: 21.0% on other minerals  
Additional Consideration: None

Upon motion by Mr. Arnold, seconded by Mr. Watkins, the Board unanimously voted to open bidding from the floor on Tract 45529. An oral bid was offered by Michael Broussard, President of Woodland Petroleum Corporation on the entire Tract 45529, with a primary term of three (3) years, with a bonus bid of \$47,498.00, with an annual rental of \$47,498.00, and a royalty of 20%. The Chairman asked if there were any other bids from the floor on Tract 45529, being none, the bidding from the floor on Tract 45529 was closed.

The Chairman then asked for the Staff's recommendation on the bid for Tract 45529. The Staff stated that the Staff recommends accepting the bid by Woodland Petroleum Corporation on Tract 45529. Upon motion by Mr. Watkins, seconded by Mr. White, the Board unanimously voted to award a lease on Tract 45529 to Woodland Petroleum Corporation.

**Tract 45529**

(Entire: 374.000 acres)

Bidder	: Woodland Petroleum Corporation
Primary Term	: Three (3) years
Cash Payment	: \$47,498.00
Annual Rental	: \$47,498.00
Royalties	: 20.0% on oil and gas : 20.0% on other minerals
Additional Consideration:	All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description as to which title is vested in the State of Louisiana, together with all islands arising therein and other lands formed by accretion or by reliction, where allowed by law, excepting tax adjudicated lands, and not presently under mineral lease on May 11, 2022 situated in Vermilion Parish, Louisiana, located within the geographical boundaries more particularly described as follows: Beginning at a point having Coordinates of X = 1,706,414.36 and Y = 323,070.00; thence North 59 degrees 16 minutes 03 seconds East 4,637.62 feet to a point having Coordinates of X = 1,710,400.69 and Y = 325,439.96; thence South 79 degrees 00 minutes 00 seconds East 5,596.01 feet to a point having Coordinates of X = 1,715,893.88 and Y = 324,372.19; thence South 11 degrees 00 minutes 00 seconds West 945.09 feet to a point on the Coastline as defined by the report of the Special Master and set forth in the judgment decree in June of 1975 by the Supreme Court of the United States in the litigation styled United States v. State of Louisiana, et al No. 9 Original, having Coordinates of X = 1,715,713.55 and Y = 323,444.47; thence along the boundary

of said Coastline the following courses: Southwesterly on a straight line to a point having Coordinates of X = 1,711,532 and Y = 320,881, Southwesterly on a straight line to a point having Coordinates of X = 1,709,968 and Y = 319,818 , and Southwesterly on a straight line to a point having Coordinates of X = 1,709,618.88 and Y = 319,484.72; thence North 79 degrees 00 minutes 00 seconds West 3,264.50 feet to a point having Coordinates of X = 1,706,414.36 and Y = 320,107.62: thence North 2,962.38 feet to the point of beginning, containing approximately 557 acres, all as more particularly outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927, (North or South Zone), where applicable.

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 comments were 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.

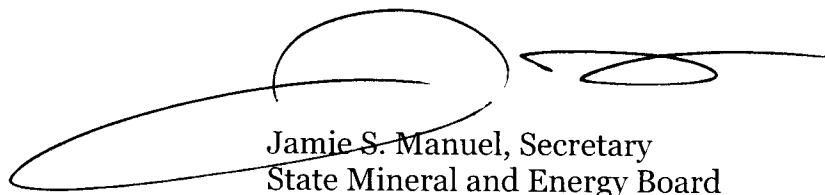
## **IX. ANNOUNCEMENTS**

No announcements were presented.

## **X. ADJOURNMENT**

The Chairman then stated that there being no further business to come before the Board, upon motion of Mr. Harris, seconded by Ms. Michaud-Dugas, the meeting was adjourned at 11:20 a.m.

Respectfully Submitted,



Jamie S. Manuel, Secretary  
State Mineral and Energy Board

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

## RESOLUTION #22-05-001

(LEASE REVIEW REPORT)

**WHEREAS**, on motion of Mr. Hollenshead, seconded by Ms. Leblanc, the following resolution was offered and adopted:

**WHEREAS**, Mr. Jason Talbot of the Office of Mineral Resources made a report on State Lease No. 173, Caddo Pine Island, Caddo Parish, Louisiana, Henergy Caddo Pine Island, Inc. ("Henergy"); and

**WHEREAS**, the State Mineral and Energy Board ("Board") last reviewed this lease on May 13, 2020 and deferred any development demands or release obligation for this lease at that time; and

**WHEREAS**, on March 9, 2022, the Petroleum Lands Section of the Office of Mineral Resources received a lease assignment for Board approval which will assign the majority of Gemini Exploration, Inc.'s rights and interests to Henergy in State Lease 173 (the "Assignment"); and

**WHEREAS**, the Staff contacted Henergy to inform them of the Board's previous involvement with State Lease No. 173 wherein Henergy confirmed that they were aware of the history with the Board and offered to meet with the Staff prior to the Board approval of the Assignment; and

**WHEREAS**, on April 19, 2022, a meeting occurred with Henergy where several lease obligations were discussed, including a development demand on certain acreage as indicated on Exhibit A from the April 11, 2018 Board Meeting, which is attached hereto and made a part of this Resolution; and

**WHEREAS**, because of the concerns with the State's claim for reasonable development and other issues the Board has had historically with the Lessees of State Lease 173, the Staff recommended that the Board's approval of the Assignment be conditioned on the following:

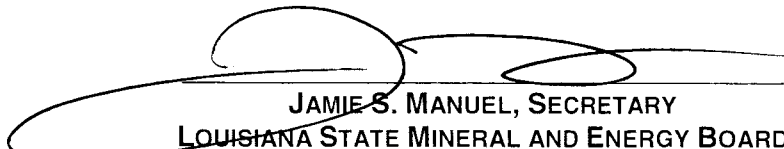
- a. Henergy's acknowledgement that the State has a claim for reasonable development and the right of the State to require a release of the acreage shown in green on Exhibit A.
- b. Henergy will report to the Board of their lease activities and plans for future development within 18 months, at which time, the Board will evaluate all information presented by the Staff and Henergy and decide whether to enforce the claim to reasonable development and require release of the acreage as shown in green on Exhibit A.
- c. Henergy continues to plug and abandon wells annually within the lease that are incapable of producing.

**WHEREAS**, the owner of Henergy, Chris Haas, and his attorney Michael Riddick, made an appearance before the Board and agreed to the above conditions to the Assignment.

**NOW THEREFORE BE IT RESOLVED**, that the State Mineral and Energy Board confirms the Staff's recommendations as stated above for State Lease No. 173, Caddo Pine Island, Caddo Parish, Louisiana and agreed to approve the Assignment based on the conditions recommended by Staff and agreed to by Henergy.

### CERTIFICATE

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 11th day of May, 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.

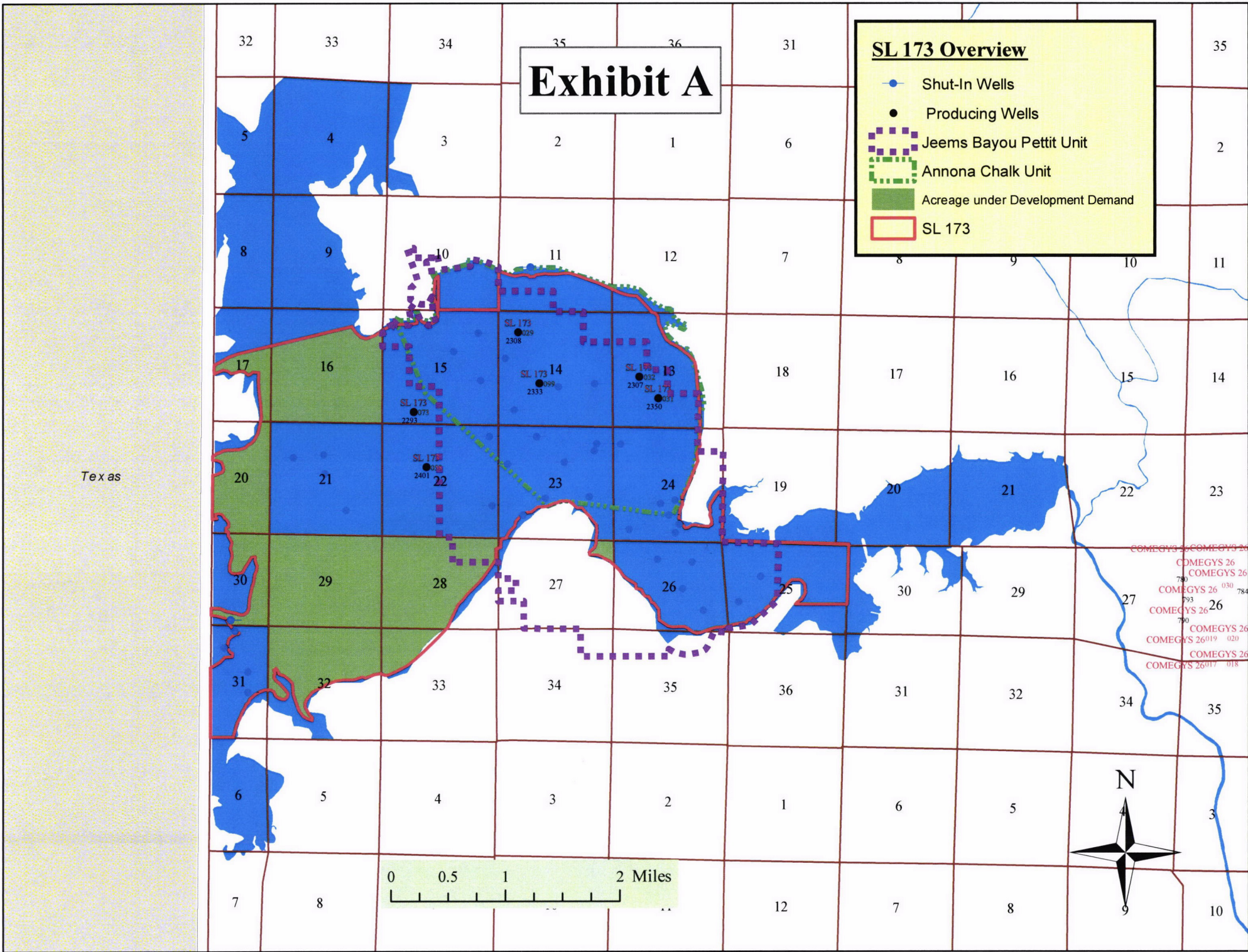
  
JAMIE S. MANUEL, SECRETARY  
LOUISIANA STATE MINERAL AND ENERGY BOARD



# Exhibit A

## SL 173 Overview

- Shut-In Wells
- Producing Wells
- Jeems Bayou Pettit Unit
- Annona Chalk Unit
- Acreage under Development Demand
- SL 173



# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

## RESOLUTION #22-05-002

### (LEASE REVIEW REPORT)

**WHEREAS**, on motion of Mr. Arnold, seconded by Ms. Michaud-Dugas, the following resolution was offered and adopted:

**WHEREAS**, Mr. Charles Bradbury of the Office of Mineral Resources reported that Forza Operating LLC has requested that the State Mineral and Energy Board (Board) accept a late shut-in payment affecting State Lease No. 1794 in Cox Bay Field, Plaquemines Parish, Louisiana; and,

**WHEREAS**, the Staff reported that this lease was shut-in for a period of more than ninety (90) days from damage caused by Hurricane Ida and that production was restored on December 9, 2021; and

**WHEREAS**, the Staff further reported that the lease will otherwise expire without the Board's approval; and

**WHEREAS**, the Staff recommends that the State Mineral and Energy Board accept the late shut-in payment for State Lease No. 1794.

**NOW THEREFORE BE IT RESOLVED**, that the State Mineral and Energy Board does hereby accept the late shut-in payment by Forza Operating LLC for State Lease No. 1794 in Cox Bay Field, 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 11th day of May, 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.

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

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

## **RESOLUTION #22-05-003**

### **(LEASE REVIEW REPORT)**

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

**WHEREAS**, Mr. Charles Bradbury of the Office of Mineral Resources reported that Perdido Energy Louisiana LLC (Perdido) has requested to make a second oil shut-in payment to maintain State Lease Nos. 20972, 21576 and 21619 in Leeville Field, Lafourche Parish, Louisiana; and,

**WHEREAS**, the Staff reported that these leases were originally shut-in due to damage caused by Hurricane Ida and Perdido will require more time to restore these leases to productive status; and

**WHEREAS**, the Staff recommends that the State Mineral and Energy Board grant a second shut-in payment for these leases.

**NOW THEREFORE BE IT RESOLVED**, that the State Mineral and Energy Board does hereby grant a second oil shut-in payment to Perdido Energy Louisiana LLC to maintain State Lease Nos. 20972, 21576 and 21619 in Leeville Field, Lafourche Parish, Louisiana.

### **CERTIFICATE**

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 11th day of May, 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 #22-05-004

### (LEASE REVIEW REPORT)

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

**WHEREAS**, Mr. Charles Bradbury of the Office of Mineral Resources reported that LLOX LLC (LLOX), on behalf of Wapiti, has requested to make a second oil shut-in payment to maintain State Lease No. 19949 and Operating Agreement A0321(P) in Manilla Village Field, Jefferson Parish, Louisiana; and,

**WHEREAS**, the Staff reported that these leases were originally shut-in due to damage caused by Hurricane Ida; and

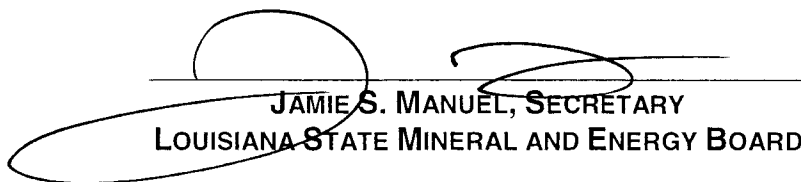
**WHEREAS**, the Staff further reported that LLOX is in the process of assuming operatorship of the leases and will require more time to restore these leases to productive status; and

**WHEREAS**, the Staff recommends that the State Mineral and Energy Board grant a second oil shut-in payment for these leases.

**NOW THEREFORE BE IT RESOLVED**, that the State Mineral and Energy Board does hereby grant a second oil shut-in payment to LLOX LLC, on behalf of Wapiti, to maintain State Lease No. 19949 and Operating Agreement A0321(P) in Manilla Village Field, Jefferson Parish, Louisiana.

### CERTIFICATE

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 11th day of May, 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.

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

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**RESOLUTION #22-05-005**

(NOMINATION AND TRACT REPORT)

Authority to Advertise Tracts for the July 13, 2022 Lease Sale
--

**WHEREAS**, Mr. Greg Roberts reported that Seventeen (17) tract(s) were nominated for the July 13, 2022 Mineral Lease Sale, and requested that same be advertised pending staff review;

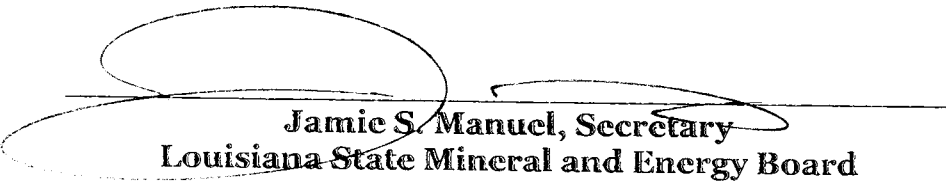
**ON MOTION** of **Mrs. Leblanc**, seconded by **Mr. Watson**, the following recommendation was offered and unanimously adopted by the Board after discussion and careful consideration:

That the State Mineral and Energy Board grant approval to advertise all such tract(s) for the July 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 11th day of May 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 #22-05-006**  
**(LEGAL & TITLE CONTROVERSY REPORT)**

State Agency Lease  
Form Amendment

**WHEREAS**, the State Mineral and Energy Board (Board), has, by prior Resolution No. 19-10-006, at its October 9, 2019 meeting, adopted a new State Lease form for the development and production of minerals, oil and gas on lands belonging to the State; and

**WHEREAS**, La. R.S. 153(A) grants an agency, by resolution, the authority to direct the State Mineral and Energy Board (Board) to lease the agency's land for the development and production of minerals, oil and gas; and

**WHEREAS**, La. R.S. 153(A) explicitly articulates that after the execution of a State Agency Lease, all rights and authority in connection therewith shall be vested in the agency to the same extent as if the State Agency had itself leased the land; and

**WHEREAS**, the staff of the Office of Mineral Resources (OMR) inadvertently used the language of the new State Lease form for the State Agency Leases granted on and after December 2019 (sometimes referred to herein as "current State Agency Lease"), and said language is inconsistent with La. R.S. 153(A); and

**WHEREAS**, the State Agency Leases granted on and after December 2019 direct the State, through the OMR, to administer and manage the contractual provisions contained in the lease regarding the parties relative rights and obligations to each other; and

**WHEREAS**, the OMR has requested Board approval to notify the current lessees and operators, as well as, the appropriate State Agencies that are a party to any active State Agency Leases executed after December 2019 and communicate to them that the State, through the OMR, does not have the authority to administer and manage the contractual provisions contained in those leases; and

**WHEREAS**, the OMR has requested Board approval to make technical amendments to the current State Agency Lease in order to correct the inconsistencies therein with La. R.S. 30:153(A).

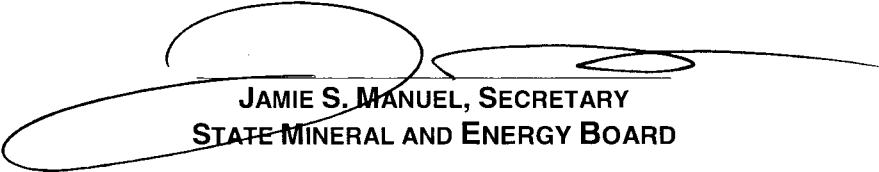
**NOW, THEREFORE, BE IT RESOLVED** that the Board, based on the findings stated above, does hereby authorize and directs the staff of the OMR to notify the current lessees and operators, as well as the appropriate State Agencies that are a party to any active State Agency Leases, which were executed after December 2019 and communicate to them that the State, through the OMR, is not responsible for nor has it the authority to administer and manage their leases. Therefore, all notices, approvals, and payment obligations required by the State Agency Lease are to be made to the appropriate State Agency, and not to OMR; and

**BE IT FURTHER RESOLVED** that the OMR is hereby authorized and directed to make technical amendments to the current State Agency Lease form in order to correct the inconsistencies with La. R.S. 30:153(A); and

**BE IT FURTHER RESOLVED** that the technical amendments made by the OMR to the current State Agency Lease is hereby approved and shall become effective immediately.

### **CERTIFICATE**

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 11th day of May, 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 #22-05-007**

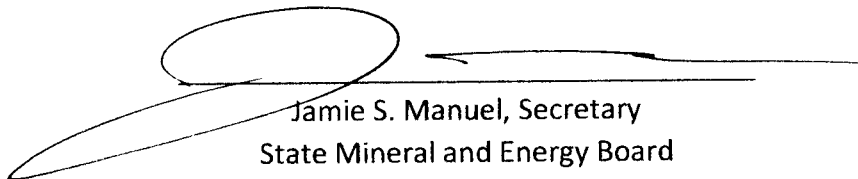
**(DOCKET)**

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item A from the May 11, 2022 meeting be approved, said instrument being an Oil, Gas and Mineral Lease from the Vermilion Parish Police Jury, dated March 2, 2022, awarded to Dunn Exploration Company, LLC, covering lands located in Tract 1 and Tract 2 on the attached plat labeled Exhibit A, situated in Sections 28, 29 and 47, Township 12 South, Range 4 East, Vermilion Parish, Louisiana, containing approximately 3.74 acres, more or less, with further particulars being more enumerated in said 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 11th day of May, 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 #22-05-008

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 1 from the May 11, 2022 meeting be approved, said being an Assignment from TDX Energy, LLC to the following in the proportions set out below:

CEL Properties, LLC	75%
RLJ Properties, LLC	25%

in and to State Lease Nos. 20499 and 20512, Jefferson Parish, Louisiana, with further particulars being stipulated in the instrument.

CEL Properties, 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;

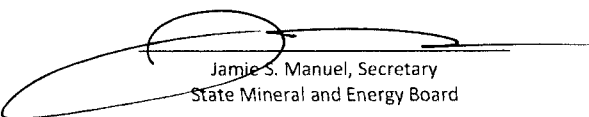
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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 11th day of May, 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 #22-05-009

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 2 from the May 11, 2022 meeting be approved, said being an Assignment from DW Wapiti Investments I, LLC to LLOLA, L.L.C., of all of Assignor's right, title and interest in and to State Lease No. 19949 and Operating Agreements "A0321" and "A0331", Jefferson Parish, Louisiana, with further particulars being stipulated in the instrument.

LLOLA, L.L.C. 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;

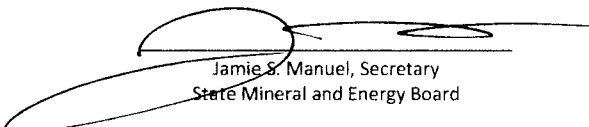
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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 11th day of May, 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 #22-05-010 (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 3 from the May 11, 2022 meeting be approved, said being an Assignment from Talos Third Coast, LLC, an undivided 0.25444% of 8/8ths interest to the following in the proportions set out below:

CSL Exploration, LP	0.10547%
CSL CM II, LP	0.14897%

in and to State Lease No. 21614, Terrebonne Parish, Louisiana, with further particulars being stipulated in the instrument.

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

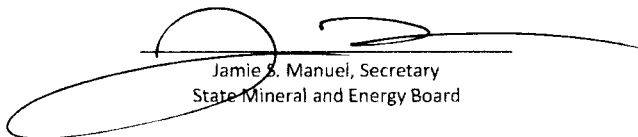
This approval is expressly granted and accepted subject to certain conditions in the absence of which conditions approval of said instrument would not have been given as follows:

- 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 11th day of May, 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 #22-05-011

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket item No. 4 from the May 11, 2022 meeting be approved, said being a Change of Name whereby Goodrich Petroleum Company, L.L.C. is changing its name to Paloma Natural Gas, LLC, affecting State Lease Nos. 1480, 19929, 20769 and 21751, Caddo, DeSoto, Lafourche, Red River and West Feliciana Parishes, Louisiana, with further particulars being stipulated in the instrument.

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;

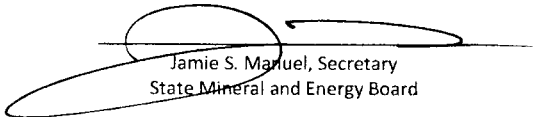
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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 11th day of May, 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 #22-05-012**

**(DOCKET)**

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 5 from the May 11, 2022 meeting be approved, said instrument being a Correction of Resolution #18-08-027 from the August 8, 2018 Meeting, being an Assignment from Cox Bay, L.L.C. of Delaware to Houston Energy, L.P., whereas the following language was omitted from said resolution and is hereby being added..."**INSOFAR AND ONLY INSOFAR AS** to a 120 acre portion in Section 17 and 18 from the surface to 10,736 feet", affecting State Lease No. 1794, Plaquemines Parish, Louisiana.

## 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 11th day of May, 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 #22-05-013**

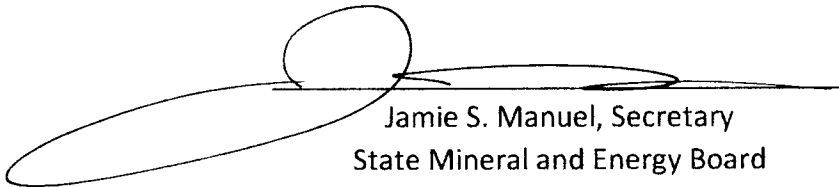
**(DOCKET)**

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 6 from the May 11, 2022 meeting be approved, said instrument being a Correction of Resolution #19-10-017 from the October 9, 2019 Meeting, being a Change of Name whereby BHP Billiton Petroleum Properties (N.A.) changed its name to BXP Properties (NA) LP, whereas State Lease No. 5978 was omitted from said resolution and is hereby being added, affecting State Lease No. 5978, Bossier Parish, Louisiana.

## 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 11th day of May, 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 #22-05-014

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 7 from the May 11, 2022 meeting be approved, said being an Assignment from Faulconer Resources 1992 Limited Partners LLP and Vernon E. Faulconer, Inc. to Mineral Ventures, Inc., of all of Assignor's right, title and interest in and to State Lease Nos. 5156 and 9314, Bienville Parish, Louisiana, with further particulars being stipulated in the instrument.

Mineral Ventures, 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;

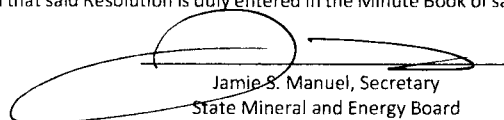
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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 11th day of May, 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 #22-05-015

(DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket item No. 8 from the May 11, 2022 meeting be approved, said being an Assignment from Martin Energy LLC to Patriot Production Group, L.L.C., an undivided 33.666667% of 3% of 8/8ths working interest in and to State Lease No. 21695, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

Martin 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;

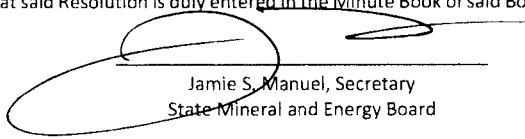
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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 11th day of May, 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 #22-05-016

(DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 9 from the May 11, 2022 meeting be approved, said being an Assignment and Amendment of Assignment from Great Western Drilling LTD. To Five-J.A.B., Inc., of all of Assignor's right, title and interest in and to State Lease No. 13566 and Operating Agreement "A0220", Plaquemines Parish, Louisiana, **INSOFAR AND ONLY INSOFAR AS** to the lands or water bottoms are situated within the geographical confines of the E RA SUB, with further particulars being stipulated in the instrument.

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;

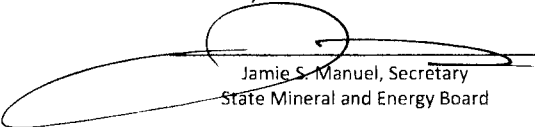
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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 11<sup>th</sup> day of May, 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 #22-05-017

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket item No. 10 from the May 11, 2022 meeting be approved, said being an Amendment of that certain Assignment from W.K.F., Inc. to Pennsylvania Castle Energy Corporation, approved December 9, 2015, Resolution No. 15-11-018, whereas said parties desire to correct the Assignment to delete from "Exhibit A" State Lease No. 13566 and Operating Agreement "A0220", Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

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;

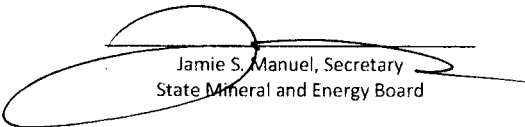
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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 11th day of May, 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 #22-05-018 (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 11 from the May 11, 2022 meeting be approved, said being an Assignment and Amendment of Assignment from W.K.F., Inc. to Five-J.A.B., Inc., of all of Assignor's right, title and interest in and to State Lease No. 13566 and Operating Agreement "A0220", Plaquemines Parish, Louisiana, **INSOFAR AND ONLY INSOFAR AS** to the lands or water bottoms are situated within the geographical confines of the E RA SUB, with further particulars being stipulated in the instrument.

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;

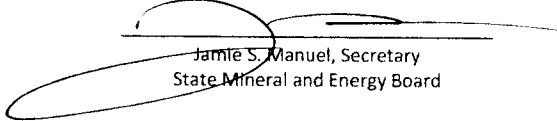
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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 11th day of May, 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 #22-05-019 (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 12 from the May 11, 2022 meeting be approved, said being an Assignment from Five-J.A.B., Inc. to OKMS Oil, LLC, an undivided 87.5% of Assignor's right, title and interest in and to State Lease No. 13566 and Operating Agreement "AD220", Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

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;

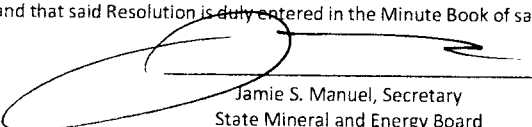
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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 11th day of May, 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 #22-05-020

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 13 from the May 11, 2022 meeting be approved, said being an Assignment from Five-J.A.B., Inc. to OKMS Oil, LLC, of all of Assignor's right, title and interest in and to State Lease No. 13566 and Operating Agreement "A0220", Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

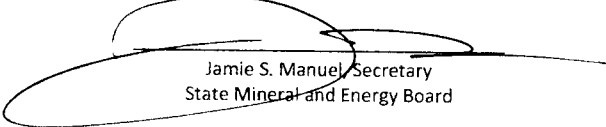
This approval is expressly granted and accepted subject to certain conditions in the absence of which conditions approval of said instrument would not have been given as follows:

- 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 11th day of May, 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 #22-05-021

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 14 from the May 11, 2022 meeting be approved, said being an Assignment from Five-J.A.B., Inc. to OKMS Oil, LLC, a portion of Assignor's right, title and interest in and to State Lease No. 13566 and Operating Agreement "AD220", Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

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;

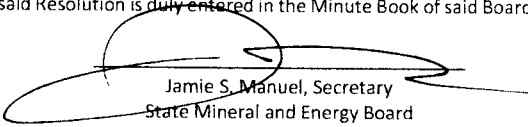
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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 11th day of May, 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 #22-05-022

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket item No. 15 from the May 11, 2022 meeting be approved, said being an Assignment from Five-J.A.B., Inc. to OKMS Oil, LLC, a portion of Assignor's right, title and interest in and to State Lease No. 13566 and Operating Agreement "A0220", Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

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;

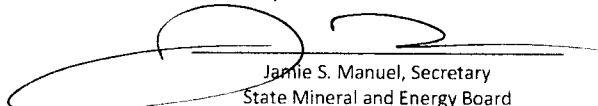
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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 11th day of May, 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 #22-05-023

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 16 from the May 11, 2022 meeting be approved, said being an Assignment from Five-J.A.B., Inc. to OKMS Oil, LLC, of all of Assignor's right, title and interest in and to State Lease No. 13566 and Operating Agreement "A0220", Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

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;

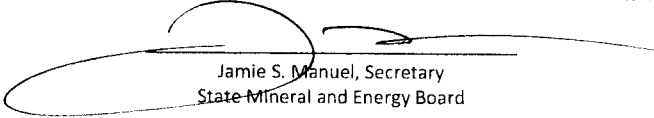
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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 11th day of May, 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 #22-05-024

(DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket item No. 17 from the May 11, 2022 meeting be approved, said being an Assignment from OKMS Oil, LLC to Aquest Energy, LLC, of all of Assignor's right, title and interest in and to State Lease No. 13566 and Operating Agreement "A0220", Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

Aquest 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;

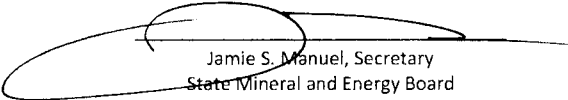
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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 11th day of May, 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 #22-05-025

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 18 from the May 11, 2022 meeting be approved, said being an Assignment from Gemini Explorations, Inc. to Henergy Caddo Pine Island, LLC, of all of Assignor's right, title and interest in and to State Lease No. 173, Caddo Parish, Louisiana, **LESS AND EXCEPT** those depths underlying the lands from the top of the Annona Chalk to the base of the Annona Chalk, such depths being referred to as the Annona Chalk Zone, with further particulars being stipulated in the instrument.

Henergy Caddo Pine Island, 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) Pursuant to Lease Review Resolution #22-05-001 the approval of this Assignment is made conditional on the following:

- a. Henergy acknowledged that the State has a claim for reasonable development and the right of the State to require a release of the acreage shown in green on Exhibit A to Resolution #22-05-001.
- b. Henergy will report to the Board of its lease activities and plans for future development within 18 months, at which time, the Board will evaluate all information presented by the Staff and Henergy and decide whether to enforce the claim to reasonable development and require release of the acreage as shown in green on Exhibit A to Resolution #22-05-001.
- c. Henergy continues to plug and abandon wells annually within the lease that are incapable of producing.

2) 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;

3) 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;

4) 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;

5) 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;

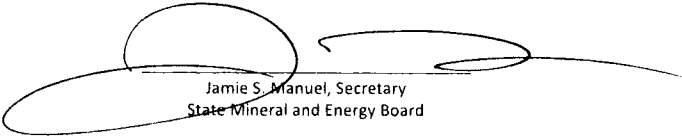
6) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

7) 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 11th day of May, 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 #22-05-026

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 19 from the May 11, 2022 meeting be approved, said being an Assignment from Texegy LLC to Chato Energy, LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 20292, 21201 and 21202, Vernon Parish, Louisiana, with further particulars being stipulated in the instrument.

Chato 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;

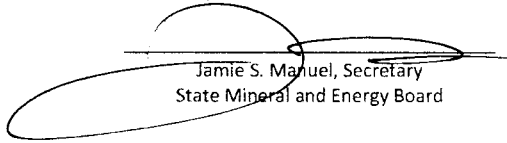
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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 11th day of May, 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 #22-05-027**

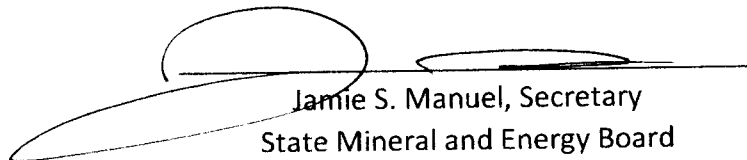
**(DOCKET)**

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 22-09 from the May 11, 2022 meeting be approved, said instrument being an Operating Agreement by and between the State Mineral and Energy Board of the State of Louisiana, acting for an behalf of the State of Louisiana and BPX Operating Company, to create an operating tract for the exploration and development of oil, gas and/or condensate and other liquid hydrocarbons, which proposal allocates to the state a State Production interest equal to 20.0% interest before payout increasing to 25.0% after payout, in and to the operating tract, containing 8.667 acres, more or less, identified as Tract Nos. 3, 4, 8G and 8M within the HA RA SUGG on the unit survey plat in Exhibit "A" attached hereto as a part hereof, Bossier and Caddo Parishes, Louisiana, more fully described in Exhibit "A" attached hereto as a part hereof, 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 11th day of May, 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 # 22-05-028**

(EXECUTIVE SESSION)

Executive Session Discussion  
Re: BHP Billiton Petroleum  
Properties (N.A.), LP, et al vs. Joe  
Brunson Butler, et al; Adversary  
Case No. 21-01010, US Bankruptcy  
Court, Western District Louisiana,  
Lafayette Division

**WHEREAS**, a discussion regarding an update and request for authority to negotiate settlement regarding the matter entitled BHP Billiton Petroleum Properties (N.A.), LP, et al vs. Joe Brunson Butler, et al; Adversary Case No. 21-01010, US Bankruptcy Court, Western District Louisiana, Lafayette Division, was held in Executive Session.

**ON MOTION** of Ms. Michaud-Dugas, seconded by Mr. Watkins, 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 grants authority to Staff and the Attorney General's office to negotiate settlement regarding the matter entitled BHP Billiton Petroleum Properties (N.A.), LP, et al vs. Joe Brunson Butler, et al; Adversary Case No. 21-01010, US Bankruptcy Court, Western District Louisiana, Lafayette Division, 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 11<sup>th</sup> day of May, 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**

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**RESOLUTION # 22-05-029**

(EXECUTIVE SESSION)

Executive Session Discussion  
Re: Day Town Operating, LLC  
request to suspend payment of  
royalties and to escrow funds from  
production in lands concerning  
Steve Crooks, et al. v. State of  
Louisiana, Case No. 224262, 9th  
JDC, Rapides Parish, Louisiana

**WHEREAS**, a discussion of matters and a request by Day Town Operating, LLC to suspend payment of royalties and to escrow funds from production in lands concerning the following suit: Steve Crooks, et al. v. State of Louisiana, Case No. 224262, 9th JDC, Rapides Parish, Louisiana, was held in Executive Session.

**ON MOTION** of Ms. Michaud-Dugas, seconded by Mr. Vorhoff, 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 grants authority to the Staff to suspend payment of royalties and to escrow funds from production in lands concerning the following suit: Steve Crooks, et al. v. State of Louisiana, Case No. 224262, 9th JDC, Rapides Parish, Louisiana, 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 11<sup>th</sup> day of May, 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**

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

## RESOLUTION # 22-05-030

(EXECUTIVE SESSION)

Executive Session Discussion  
Re: Update and request for  
authority to negotiate settlement  
regarding the matter entitled  
BHP Billiton Petroleum  
Properties (N.A.), LP, et al vs.  
Ernest H. Turner, III, et al;  
Docket No. 145647, Div. A, 26th  
JDC, Bossier Parish

**WHEREAS**, an update and request for authority to negotiate settlement regarding the matter entitled BHP Billiton Petroleum Properties (N.A.), LP, et al vs. Ernest H. Turner, III, et al; Docket No. 145647, Div. A, 26th JDC, Bossier Parish, was held in Executive Session.

**ON MOTION** of Mr. White, 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 grants authority to the Staff and the Attorney General's office to take action and move forward, as discussed in Executive Session, to negotiate settlement regarding the matter entitled BHP Billiton Petroleum Properties (N.A.), LP, et al vs. Ernest H. Turner, III, et al; Docket No. 145647, Div. A, 26th JDC, Bossier Parish.

### CERTIFICATE

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 11<sup>th</sup> day of May, 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**

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**RESOLUTION # 22-05-031**

(EXECUTIVE SESSION)

Executive Session Discussion  
Re: Discussion of and authority to negotiate on proposed operating agreement(s) between ExxonMobil Low Carbon Solutions, the State of Louisiana, and the Louisiana Department of Wildlife & Fisheries for proposed carbon sequestration projects in Vermillion and Cameron Parishes.

**WHEREAS**, a discussion of and request for authority to negotiate on proposed operating agreement(s) between ExxonMobil Low Carbon Solutions, the State of Louisiana, and the Louisiana Department of Wildlife & Fisheries for proposed carbon sequestration projects in Vermillion and Cameron Parishes was held in Executive Session.

**ON MOTION** of Mr. Smith, seconded by Mr. Harris, 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 grants authority to the Staff and the Attorney General's office to negotiate on proposed operating agreement(s) between ExxonMobil Low Carbon Solutions, the State of Louisiana, and the Louisiana Department of Wildlife & Fisheries for proposed carbon sequestration projects in Vermillion and Cameron Parishes, 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 11<sup>th</sup> day of May, 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