

**STATE MINERAL AND ENERGY BOARD  
SPECIAL MEETING AND LEASE SALE MINUTES  
NOVEMBER 12, 2015**

A Special Meeting and Lease Sale of the State Mineral and Energy Board was held on Thursday, November 12, 2015, beginning at 11:01 a.m. in the LaBelle Room, First Floor, LaSalle Office Building, Baton Rouge, Louisiana, subject to the call of the Governor and Ex-Officio Chairman.

Mr. Thomas L. Arnold, Jr., Chairman, called the meeting to order. He then requested Ms. Stacey Talley, Deputy Assistant Secretary, to call the roll for the purpose of establishing a quorum.

Thomas L. Arnold, Jr., Chairman  
W. Paul Segura, Jr., Vice-Chairman  
Stephen Chustz, DNR Secretary  
Emile B. Cordaro  
Dan R. Brouillette  
Darryl D. Smith

The following members of the Board were recorded as absent:

Thomas W. Sanders  
Chip Kline (Governor Jindal's designee to the Board)  
Robert "Michael" Morton  
Theodore M. "Ted" Haik, Jr.  
Louis J. Lambert

Ms. Talley announced that six (6) members of the Board were present and that a quorum was established.

Also recorded as present were:

Victor Vaughn, Geologist Administrator-Geological & Engineering Division, and  
Executive Officer to the State Mineral and Energy Board  
Stacey Talley, Deputy Assistant Secretary of the Office of Mineral Resources  
Rachel Newman, Director-Mineral Income Division  
Frederick Heck, Director-Petroleum Lands Division  
Emile Fontenot, Assistant Director-Petroleum Lands Division  
James Devitt, Deputy General Counsel-Department of Natural Resources  
Ryan Seidemann, Assistant Attorney General  
Chris Lento, Assistant Attorney General

The Chairman stated that the first order of business was the approval of the October 14, 2015 Minutes. A motion was made by Mr. Chustz to adopt the Minutes as submitted and to waive reading of same. His motion was seconded by Mr. Smith and unanimously adopted by the Board. (No public comment was made at this time.)

STATE MINERAL AND ENERGY BOARD  
Special Meeting and Lease Sale Minutes  
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The Chairman then stated that the next order of business would be the adoption of the Committee recommendations. Upon motion of Mr. Smith, seconded by Mr. Brouillette, the recommendations of the following respective Committees regarding their reports were unanimously adopted by resolutions of the Board. (No public comment was made at this time.)

Lease Review Committee  
Nomination and Tract Committee  
Audit Committee  
Legal and Title Controversy Committee  
Docket Review Committee

**The reports and resolutions are hereby attached and made a part of the Minutes by reference.**

**\*The Minutes of the Opening of the Bids Meeting are hereby attached and made a part of the Minutes by reference.**

The Chairman stated that the next order of business was the awarding of the leases and called on Mr. Victor Vaughn to present the staff's recommendations to the Board.

Mr. Victor Vaughn reported that Staff recommends all bids be accepted on all tracts.

Based upon recommendations announced by Mr. Victor Vaughn, the following action was then taken by the Board. Leases awarded were conditioned on tract descriptions being accurate, overlapped prior leases being subtracted from acreage bid on, acreage amount being verified and agreed between bidder and state and portion bids verified as being located within advertised boundary of tracts. (No public comment was made at this time.)

Upon motion of Mr. Brouillette, seconded by Mr. Smith, the Board voted unanimously to accept the staff's recommendations for the following:

1. Award a lease on a portion of Tract 44421, said portion being 50.000 acres, more particularly described in said bid and outlined on accompanying plat, to Hilcorp Energy I, L.P.
2. Award a lease on a portion of Tract 44424, said portion being 15.020 acres, more particularly described in said bid and outlined on accompanying plat, to Cypress Energy Corporation.
3. Award a lease on Tract 44427 to Cypress Energy Corporation.
4. Award a lease on a portion of Tract 44428, said portion being 9.150 acres, more particularly described in said bid and outlined on accompanying plat, to Magna Operating, LLC.

This concluded the awarding of the leases.

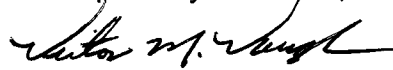
The following announcements were then made:

Ms. Talley stated that "the total for today's Lease Sale is \$22,165.52, bringing the fiscal year total to just under \$3.7 million."

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The Chairman then stated there being no further business to come before the Board, upon motion of Mr. Segura, seconded by Mr. Smith, the meeting was adjourned at 11:04 a.m.

Respectfully submitted,



Victor M. Vaughn  
Executive Officer  
State Mineral and Energy Board

**BOBBY JINDAL**  
GOVERNOR



**STEPHEN CHUSTZ**  
SECRETARY

**State of Louisiana**  
**DEPARTMENT OF NATURAL RESOURCES**  
**OFFICE OF MINERAL RESOURCES**  
**STATE MINERAL AND ENERGY BOARD**

November 12, 2015

I, Tom Arnold, Chairman of the State Mineral and Energy Board, pursuant to authority granted by Honorable Bobby Jindal, Governor of the State of Louisiana, by Executive Order BJ-2008-31 (call of meeting of the State Mineral & Energy Board), hereby call a special and additional meeting of the State Mineral and Energy Board to be held on Thursday, November 12, 2015 for the purpose of conducting such business as may properly come before the Board.

Due to special circumstances, namely the normal meeting day of the Board is the second Wednesday of each month, and the second Wednesday of November is Veterans Day, a legal holiday necessitates that a special meeting be held during this month.

This call does not interfere with the regular call heretofore issued pursuant to Executive Order No. BJ-2008-31 for the regular monthly meeting of the State Mineral & Energy Board on the second Wednesday of each month, but specifically applies to the month of November 2015 as herein stated.

*Tom Arnold* by *S.F.*

Tom Arnold, Chairman

**THE FOLLOWING OPENING OF SEALED  
BIDS MEETING MINUTES, COMMITTEE  
REPORTS AND RESOLUTIONS WERE  
MADE A PART OF THE NOVEMBER 12,  
2015 STATE MINERAL AND ENERGY  
BOARD SPECIAL MEETING AND LEASE  
SALE MINUTES BY REFERENCE**

**STATE MINERAL AND ENERGY BOARD**  
**OPENING OF SEALED BIDS MINUTES**  
**NOVEMBER 12, 2015**

A public meeting for the purpose of opening sealed bids was held on Thursday, November 12, 2015, beginning at 8:44 a.m. in the LaBelle Room, First Floor, LaSalle Office Building, Baton Rouge, Louisiana.

Recorded as present were:

Victor Vaughn, Geologist Administrator-Geological & Engineering Division, and  
Executive Officer to the State Mineral and Energy Board  
Stacey Talley, Deputy Assistant Secretary of the Office of Mineral Resources  
Rachel Newman, Director-Mineral Income Division  
Frederick Heck, Director-Petroleum Lands Division  
Emile Fontenot, Assistant Director-Petroleum Lands Division  
James Devitt, Attorney-DNR Office of the Secretary

Mr. Victor Vaughn presided over the meeting. He then read the letter of notification certifying the legal sufficiency of the advertisement of tracts which had been published for lease by the Board at today's sale. Mr. Vaughn read the letter as follows:

**November 12, 2015**

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

Ladies and Gentlemen:

Certified proofs of publication have been received in the Office of Mineral Resources on behalf of the State Mineral and Energy Board for the State of Louisiana from the "Advocate," official journal for the State of Louisiana, and from the respective parish journals as evidence that Tract Nos. 44421 through 44430, have been advertised in accordance with and under the provisions of Chapter 2, Title 30 of the Revised Statutes of 1950, as amended.

Yours very truly,

(Original signed)

Emile Fontenot  
Assistant Director  
Petroleum Lands Division

Mr. Vaughn then stated that there were no letters of protest received for today's Lease Sale.

For the record, Mr. Vaughn stated that there were no tracts to be withdrawn from today's Lease Sale.

The following bids were then opened and read aloud to the assembled public by Mr. Emile Fontenot.

**OFFSHORE TRACTS**

Tract 44421  
(Portion – 50.000 acres)

Bidder	:	Hilcorp Energy I, L.P.
Primary Term	:	Three (3) years
Cash Payment	:	\$11,250.00
Annual Rental	:	\$5,625.00
Royalties	:	21.000% on oil and gas
	:	21.000% on other minerals
Additional Consideration	:	None

Tract 44422

No Bids

Tract 44423

No Bids

Tract 44424  
(Portion – 15.020 acres)

Bidder	:	Cypress Energy Corporation
Primary Term	:	Five (5) years
Cash Payment	:	\$3,755.00
Annual Rental	:	\$1,877.50
Royalties	:	22.000% on oil and gas
	:	22.000% on other minerals
Additional Consideration	:	None

Tract 44425

No Bids

Tract 44426

No Bids

**INLAND TRACTS**

Tract 44427

Bidder	:	Cypress Energy Corporation
Primary Term	:	Three (3) years
Cash Payment	:	\$5,330.52
Annual Rental	:	\$2,665.26
Royalties	:	20.000% on oil and gas
	:	20.000% on other minerals
Additional Consideration	:	None

STATE MINERAL AND ENERGY BOARD  
Opening of Sealed Bids Minutes  
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Tract 44428  
(Portion – 9.150 acres)

Bidder	:	Magna Operating, LLC
Primary Term	:	Three (3) years
Cash Payment	:	\$1,830.00
Annual Rental	:	\$1,830.00
Royalties	:	23.000% on oil and gas
	:	23.000% on other minerals
Additional Consideration	:	None

No Bids

Tract 44429

No Bids

Tract 44430

This concluded the reading of the bids.

There being no further business, the meeting was concluded at 8:51 a.m.

Respectfully submitted,



Victor M. Vaughn  
Executive Officer  
State Mineral and Energy Board





**State of Louisiana**  
**DEPARTMENT OF NATURAL RESOURCES**  
**OFFICE OF MINERAL RESOURCES**  
**STATE MINERAL AND ENERGY BOARD**

**Lease Review Committee Report**

A meeting of the Lease Review Committee of the State Mineral and Energy Board convened on Wednesday, November 12, 2015 at 9:50 a.m. with the following members of the Board in attendance: Mr. Thomas L. Arnold, Jr., Mr. Dan R. Brouillette, Mr. Stephen Chustz, Mr. Emile B. Cordaro, Mr. W. Paul Segura, Jr., and Mr. Darryl D. Smith.

**I. Geological and Engineering Staff Review**

The staff of the Office of Mineral Resources reported to the Committee that according to the SONRIS database, there were 1,603 active State Leases containing approximately 700,000 acres. Since the last Lease Review Committee meeting, the Geological and Engineering Division reviewed 127 leases covering approximately 45,000 acres for lease maintenance and development issues.

**II. Committee Review**

1. A staff report on State Lease 1170, Hog Bayou Field, Cameron Parish. Hilcorp Energy 1, L.P. is the lessee.  
Upon motion of Mr. Arnold, seconded by Mr. Segura, the Lease Review Committee voted to grant Hilcorp Energy 1, L.P. until December 9, 2015 to provide a report of development activities on State Lease 1170, Hog Bayou Field, Cameron Parish.
2. A staff report on State Lease 2038, Deep Lake Field, Cameron Parish. Hilcorp Energy I, L.P. is the lessee.  
Upon motion of Mr. Arnold, seconded by Mr. Segura, the Lease Review Committee voted to grant Hilcorp Energy 1, L.P. until December 9, 2015 to provide a report of development activities on State Lease 2038, Deep Lake Field, Cameron Parish.
3. A staff report on State Lease 3306 and 4011, Redfish Point Field, Vermilion Parish. Hilcorp Energy I, L.P. is the lessee.  
Upon motion of Mr. Arnold, seconded by Mr. Segura, the Lease Review Committee voted to grant Hilcorp Energy 1, L.P. until December 9, 2015 to provide a report of development activities on State Lease 3306 and State Lease 4011, Redfish Point Field, Vermilion Parish.
4. A staff report on State Lease Nos. 2220, 2221, 4039 and 4147, Eloi Bay and/or Half Moon Lake Fields, Plaquemines and St. Bernard Parishes. Cox Operating L.L.C. is the lessee.  
Upon motion of Mr. Arnold, seconded by Mr. Segura, the Lease Review Committee voted to accept the status report from Cox Operating, L.L.C. and to grant same until October 12, 2016 to provide an update of field development affecting these leases.

5. A staff report on State Leases 1450, 1451, 1480, and 14589, Lake Raccourci Field, Jefferson and Lafourche Parishes. ExxonMobil Corporation is the lessee.  
Upon motion of Mr. Arnold, seconded by Mr. Segura, the Lease Review Committee voted to require that Exxon Mobil Corporation meet with staff by March 31, 2016 to discuss development plans over these leases in the southern portion of the Lake Raccourci Field, Jefferson and Lafourche Parishes.

### III. Force Majeure Report

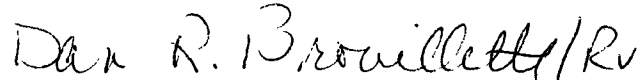
1. Energy Properties Inc. requests an extension of the force majeure recognition.  
Upon motion of Mr. Chustz, seconded by Mr. Arnold, the Lease Review Committee extends recognition of the force majeure condition until such time as the gas pipeline service is restored permitting the restoration to production or until the May 11, 2016 Board meeting whichever occurs first and requires that Energy Properties Inc. continue to make shut-in payments and submits monthly reports. The Board reserves its right to reconsider this matter if the situation warrants.

#### Force Majeure Report Summary - Updated October 30, 2015

Company Name	Lease Numbers
Leases Off Production Due to Non-Storm Related Force Majeure Events	
Energy Properties Inc.	725 (November 1, 2015)

The Committee adjourned the November 12, 2015 meeting at 9:59 a.m.

Respectfully submitted,



Mr. Dan R. Brouillette, Chairman  
Lease Review Committee  
Louisiana State Mineral and Energy Board

**Refer to Board Meeting Minutes for any action taken by the Board regarding matters in this report.**

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**Resolution #15-11-001  
(LEASE REVIEW COMMITTEE)**

**WHEREAS**, the Lease Review Committee last reviewed State Lease 1170 in the Hog Bayou Field on October 8, 2014, whereby the State Energy and Mineral Board (SMEB) accepted Hilcorp Energy Company's (Hilcorp) status update and required that Hilcorp execute a partial release of approximately 300 acres and Hilcorp meet with staff by October 10, 2015 to present a plan of development; and

**WHEREAS**, by letter dated October 12, 2015, Hilcorp requested that they be given a one month extension to provide a written report of development activities on State Lease 1170, Hog Bayou Field;

**ON MOTION** of Mr. Arnold, seconded by Mr. Segura, the following recommendation was offered and adopted by the Lease Review Committee after discussion and careful consideration:

That the SMEB grant Hilcorp until December 9, 2015 to submit an updated status report on lease development activity.

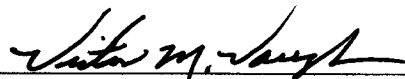
**WHEREAS**, after discussion and careful consideration by the SMEB, a decision has been reached:

**ON MOTION** of Mr. Smith, seconded by Mr. Brouillette, the following resolution was offered and unanimously adopted by the SMEB:

**NOW THEREFORE BE IT RESOLVED** that the SMEB grant Hilcorp until December 9, 2015 to submit an updated status report on lease development activity.

## CERTIFICATE

I hereby certify that the above is true and correct copy of a Resolution adopted at a meeting of the State Mineral and Energy Board in the City of Baton Rouge, Louisiana, on the 12<sup>th</sup> day of November, 2015, 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.



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Victor M. Vaughn, Executive Officer  
Louisiana State Mineral and Energy Board

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**Resolution #15-11-002  
(LEASE REVIEW COMMITTEE)**

**WHEREAS**, the Lease Review Committee last reviewed State Lease 2038 in the Deep Lake Field on October 8, 2014, whereby the State Energy and Mineral Board (SMEB) accepted Hilcorp Energy Company's (Hilcorp) status update and Hilcorp meet with staff by October 10, 2015 to present a plan of development; and

**WHEREAS**, by letter dated October 12, 2015, Hilcorp requested that they be given a one month extension to provide a written report of development activities on State Lease 2038, Deep Lake Field;

**ON MOTION** of Mr. Arnold, seconded by Mr. Segura, the following recommendation was offered and adopted by the Lease Review Committee after discussion and careful consideration:

That the SMEB grant Hilcorp until December 9, 2015 to submit an updated status report on lease development activity.

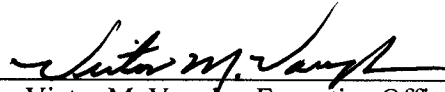
**WHEREAS**, after discussion and careful consideration by the SMEB, a decision has been reached:

**ON MOTION** of Mr. Smith, seconded by Mr. Brouillette, the following resolution was offered and unanimously adopted by the SMEB:

**NOW THEREFORE BE IT RESOLVED** that the SMEB grant Hilcorp until December 9, 2015 to submit an updated status report on lease development activity.

## CERTIFICATE

I hereby certify that the above is true and correct copy of a Resolution adopted at a meeting of the State Mineral and Energy Board in the City of Baton Rouge, Louisiana, on the 12<sup>th</sup> day of November, 2015, 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.



Victor M. Vaughn, Executive Officer  
Louisiana State Mineral and Energy Board

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**Resolution #15-11-003  
(LEASE REVIEW COMMITTEE)**

**WHEREAS**, the Lease Review Committee last reviewed State Leases 3306 and 4011, in the Redfish Point Field on October 8, 2014, whereby the State Energy and Mineral Board (SMEB) accepted Hilcorp Energy Company's (Hilcorp) status update and Hilcorp meet with staff by October 10, 2015 to present a plan of development; and

**WHEREAS**, by letter dated October 12, 2015, Hilcorp requested that they be given a one month extension to provide a written report of development activities on State Leases 3306 and 4011, Redfish Point Field;

**ON MOTION** of Mr. Arnold, seconded by Mr. Segura, the following recommendation was offered and adopted by the Lease Review Committee after discussion and careful consideration:

That the SMEB grant Hilcorp until December 9, 2015 to submit an updated status report on lease development activity.

**WHEREAS**, after discussion and careful consideration by the SMEB, a decision has been reached:

**ON MOTION** of Mr. Smith, seconded by Mr. Brouillette, the following resolution was offered and unanimously adopted by the SMEB:

**NOW THEREFORE BE IT RESOLVED** that the SMEB grant Hilcorp until December 9, 2015 to submit an updated status report on lease development activity.

## CERTIFICATE

I hereby certify that the above is true and correct copy of a Resolution adopted at a meeting of the State Mineral and Energy Board in the City of Baton Rouge, Louisiana, on the 12<sup>th</sup> day of November, 2015, 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.



Victor M. Vaughn, Executive Officer  
Louisiana State Mineral and Energy Board

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**Resolution #15-11-004  
(LEASE REVIEW COMMITTEE)**

**WHEREAS**, the Lease Review Committee last reviewed State Leases 2220, 2221, 4039 and 4147, in the Eloi Bay and Half Moon Lake Fields on November 12, 2014, whereby the State Energy and Mineral Board (SMEB) accepted Cox Operating, L.L.C.'s (Cox) report and granted Cox until October 10, 2015 to provide an update of field development affecting these leases;

**WHEREAS**, by letter dated October 12, 2015, Cox provided a written update to the Lease Review Committee of their field development activities affecting State Leases 2220, 2221, 4039 and 4147, Eloi Bay and Half Moon Lake Fields;

**ON MOTION** of Mr. Arnold, seconded by Mr. Segura, the following recommendation was offered and adopted by the Lease Review Committee after discussion and careful consideration:

That the SMEB accept Cox's report and grant Cox until October 12, 2016 to provide an update of field development affecting these leases;

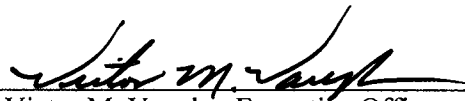
**WHEREAS**, after discussion and careful consideration by the SMEB, a decision has been reached:

**ON MOTION** of Mr. Smith, seconded by Mr. Brouillette, the following resolution was offered and unanimously adopted by the SMEB:

**NOW THEREFORE BE IT RESOLVED** that the SMEB accept Cox's report and grant Cox until October 12, 2016 to provide an update of field development affecting these leases.

## CERTIFICATE

I hereby certify that the above is true and correct copy of a Resolution adopted at a meeting of the State Mineral and Energy Board in the City of Baton Rouge, Louisiana, on the 12<sup>th</sup> day of November, 2015, 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.



Victor M. Vaughn, Executive Officer  
Louisiana State Mineral and Energy Board

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**Resolution #15-11-005  
(LEASE REVIEW COMMITTEE)**

**WHEREAS**, the Lease Review Committee last reviewed State Leases 1450, 1451, 1480, and 14589, in the Lake Raccourci Field, on September 9, 2015, whereby the State Energy and Mineral Board (SMEB) deferred Board action until after the October 14, 2015 Lease Sale; and

**ON MOTION** of Mr. Arnold, seconded by Mr. Segura, the following recommendation was offered and adopted by the Lease Review Committee after discussion and careful consideration:

That the SMEB recommends that Exxon Mobil Corporation meet with Office of Mineral Resources staff by March 31, 2016 to discuss a development plan over these leases in the southern portion of the Lake Raccourci Field;


**WHEREAS**, after discussion and careful consideration by the SMEB, a decision has been reached:

**ON MOTION** of Mr. Smith, seconded by Mr. Brouillette, the following resolution was offered and unanimously adopted by the SMEB:

**NOW THEREFORE BE IT RESOLVED** that the SMEB recommends that Exxon Mobil Corporation meet with Office of Mineral Resources staff by March 31, 2016 to discuss development plan over these leases in the southern portion of the Lake Raccourci Field.

## CERTIFICATE

I hereby certify that the above is true and correct copy of a Resolution adopted at a meeting of the State Mineral and Energy Board in the City of Baton Rouge, Louisiana, on the 12<sup>th</sup> day of November, 2015, 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.



Victor M. Vaughn, Executive Officer  
Louisiana State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #15-10-006 (LEASE REVIEW COMMITTEE)

**WHEREAS**, a report on the letter received from Energy Properties Inc. ("EPI") on State Lease 725 was made by Charles Bradbury, Petroleum Engineer, concerning the ongoing force majeure event; and

**WHEREAS**, it was reported to the Committee that EPI continues its efforts to abate the force majeure condition resulting from the April 9, 2012 Texas Gas Transmission pipeline explosion and requested an additional six (6) month recognition extension to finalize negotiations for a pipeline right-of-way and pipeline purchase agreement; and

**WHEREAS**, the Board extended recognition of the force majeure at the October 14, 2015 until the November 12, 2015 Board meeting providing that EPI meet with the staff and present plans to restore production; and

**WHEREAS**, the extension was conditioned upon EPI submitting evidence that the FERC application to transfer ownership of Boardwalk Pipeline Partners LP's pipeline to EPI by November 10, 2015.

**WHEREAS**, EPI submitted to the staff evidence that the FERC application was submitted and received by FERC November 6, 2015.

**On Motion** of Mr. Chustz, seconded by Mr. Arnold, the following resolution was offered and adopted by the Lease Review Committee after discussion and careful consideration:

The Mineral and Energy Board extends recognition of the force majeure condition until such time as the gas pipeline service is restored permitting the restoration to production or until the May 11, 2016 Board meeting whichever occurs first and requires that Energy Properties Inc. continue to make shut-in payments and submit monthly reports. The Board reserves its right to reconsider this matter if the situation warrants.

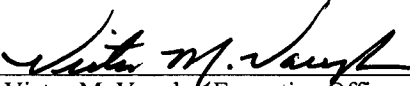
**WHEREAS**, after discussion and careful consideration by the State Mineral and Energy Board, a decision has been reached:

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

**NOW THEREFORE BE IT RESOLVED** that the Louisiana State Mineral and Energy Board, in consideration of the facts stated herein, does hereby recognize and acknowledge the force majeure event as of April 9, 2012 due to rupture and subsequent explosion of the pipeline operated by Texas Gas that prevents sale and transportation of gas from wells and production facilities to maintain State Lease 725 in Terrebonne Parish, Louisiana. The Mineral and Energy Board extends recognition of the force majeure condition until such time as the gas pipeline service is restored permitting the restoration to production or until the May 11, 2016 Board meeting whichever occurs first and requires that Energy Properties Inc. continue to make shut-in payments and submit monthly reports. The Board reserves its right to reconsider this matter if the situation warrants.

### CERTIFICATE

I hereby certify that the above is true and correct copy of a Resolution adopted at a meeting of the State Mineral and Energy Board in the City of Baton Rouge, Louisiana, on the 12<sup>th</sup> day of November, 2015, 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.

  
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Victor M. Vaughn, Executive Officer  
Louisiana State Mineral and Energy Board





Louisiana Department of Natural Resources (DNR)

SONRIS

Staff Reviews

Report run on: November 12, 2015 2:12 PM

District Code 1 New Orleans- East

Get Review Date November 12, 2015

[REDACTED]						
02220	ELOI BAY , HALF MOON LAKE , RABBIT ISLAND	4650 RA SUA;LED SL 17002 07/15/2003 659-N 03-530	2800	4163		NOV. LRC 10/21/15 DP AR - HBP - 5 UNITS, 21 SL WELLS
02221	ELOI BAY	215867-SL 2221-064-D 06/23/1993	1600	2621		NOV. LRC 10/21/15 DP AR - HBP - 8 SL WELLS
04039	HALF MOON LAKE	244853-SL 4039-013 06/02/2012	400	670		NOV. LRC 10/21/15 DP AR - HBP - 2 UNITS, 4 SL WELLS
04147	ELOI BAY , HALF MOON LAKE	4850 RC SUA;SL 2220 11/01/1992	500	1383.61		NOV. LRC 10/21/15 DP AR - HBP - 1 SL WELL
07729	LOCKHART CROSSING	235310-LKTX WX 1 RA SU;SL 7729-003 04/29/2007	157.633	157.633		NOV. AR 10/21/15 DP AR - HBP - 2 UNITS
16403	POINTE A LA HACHE	499.08 05/08/2002	102.92	102.92		NOV. AR 10/21/15 DP AR - HBP - 2 UNITS
17236	COQUILLE BAY	RICHARD F PRICE JR ETAL	79.052	79.052		NOV. AR 10/21/15 DP AR - HBP - 2 UNITS
19742	GARDEN ISLAND BAY	244710-VUA;SL 19742-002 05/27/2012	171	171		NOV. AR 10/21/15 DP AR - HBP - 1 VU
19743	GARDEN ISLAND BAY	HA RA SUJ;ROGERS ETAL 10 H 02/09/2011	124	124		NOV. AR PASS-A-LOUTRE 10/21/15 DP AR - HBP - 1 VU
20709	COQUILLE BAY	11000 RB SUA;R PRICE ETAL A 06/16/2015 890-X-4 15-364	1.92	1.92		NOV. AR 10/21/15 DP AR - HBP - 1 UNIT
21463			0	30		NOV. PT 08/13/17 10/21/15 DP AR - HELD BY RENTAL PAID 6/9/15
21473			0	114		NOV. PT 08/13/17 10/21/15 DP AR - HELD BY RENTAL PAID 7/16/15
21474			0	124		NOV. PT 08/13/17 10/21/15 DP AR - HELD BY RENTAL PAID 7/16/15
21476			0	16		NOV. PT 08/13/17 10/21/15 DP AR - HELD BY RENTAL PAID 7/16/15
21481			0	61		NOV. PT 8/13/17 10/21/15 DP AR - HELD BY RENTAL PAID 7/16/15



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00356A	BAY DE CHENE	VUB;BDC UB	4299	4369	NOV. AR 11/3/15 MS AR, LEASE HELD BY UNIT PRODUCTION FROM VUA AND VUB
01217	BAY DE CHENE , GOLDEN MEADOW	VUB;BDC UB	1531	4041	NOV. LRC 11/3/15 MS AR, LEASE HELD BY PRODUCTION FROM NUMEROUS UNITS. LRC NEEDED POD UPDATE DUE 10/14/15. WAITING OF SWIFT TO RESPOND. NEED TO REVIEW AGAIN IN DECEMBER
01464	LAKE WASHINGTON	VUI;LL&E	194	642.192	NOV AR 11/3/15 MS AR, LEASE HELD BY PRODUCTION FROM NUMEROUS UNITS. FOLLOWUP ON POD LETTER WITH KATIE DESHETLER (KATIE.DESHETLER@SWIFT.COM). WAITING ON SWIFT TO RESPOND. NEED TO REVIEW AGAIN IN DECEMBER
02485	SOUTH PASS BLOCK 24	247890-7700 RA SUB;SL 2485 ETAL U6-001-ALT 06/17/2014	413.34	413.34	NOV. AR 11/3/15 MS AR, LEASE HELD BY PRODUCTION FROM NUMEROUS UNITS
03244	ST JOHN		14.61	14.61	NOV. AR 11/3/15 MS AR, LEASE HELD BY UNIT PRODUCTION FROM STJ OPERC SU
05021	MANCHAC POINT	MARG H B RA SUA;SL 5021 807-L 07-99	145	185	NOV AR 11/5/15 LETTER TO HILCORP ENERGY GRANTS 6 MO. EXT. REQ. POD BY 5/1/16;; 10/16/15 LETTER FROM HILCORP REQ. FOR 6 MOS. EXT. ;; 10/6/15 MS AR, LEASE HELD BY UNIT PRODUCTION. POD LETTER SENT ON 6-25-2015 TO OIWS. HILCORP ASKED FOR ADDITIONAL TIME, THIS WAS GRANTED. HILCORP HAS BEEN GIVEN UNTIL 11/01/15 TO MEET WITH STAFF TO DISCUSS DEVELOPMENT. REVIEW THIS LEASE AGAIN IN NOVEMBER
06123	BAYOU BOEUF, SOUTH	R RC SUA;BOWIE LUMBER CO 08/02/2005 942-B-2	34	45	NOV. AR 11/3/15 MS AR, LEASE HELD BY UNIT PRODUCTION FROM SBBF X RA SU, CIP OP N RA SUB, N RC SUA
17990	LAKE WASHINGTON	LW 9600 RA-RD SU 12/14/2010 149-FFFF-5	205	205	NOV. AR 11/3/15 MS AR, LEASE HELD BY UNIT PRODUCTION FROM VUA, 6750 RA SUA, LW 11350 RA&RE SU, AND LW 9600 RA-RD SU
18383	WEST DELTA BLOCK 52	VUA;SL 18383 07/11/2007	114.08	114.08	NOV. AR 11/3/15 MS AR, LEASE HELD BY UNIT PRODUCTION FROM VUA; SL18383 BUT PRODUCTION LOOKS VERY POOR REVIEW AGAIN IN 3 MONTHS
18384	WEST DELTA BLOCK 52	VUA;SL 18383 07/11/2007	108.5	108.5	AUG. AR 11/5/15 MS AR, LEASE HELD BY UNIT PRODUCTION



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						FROM VUA; SL18383 BUT PRODUCTION LOOKS VERY POOR REVIEW AGAIN IN 3 MONTHS;; 8/3/15 MLS HBP FROM VUA;; 5/26/15 MLS HBP FROM VUA;SL 18383, HOWEVER WELL IS SHUT-IN, POOR PRODUCTION, REVIEW AGAIN AUGUST 2015;;
19025	QUEEN BESS ISLAND	1-1 RA SUA;SL 2084	45.402	45.402		NOV. AR 11/3/15 MS AR, LEASE HELD BY UNIT PRODUCTION FROM 2-1 RD SUA;SL 2084 U3
19774	LAKE SALVADOR, WEST	245695-CRIS I RD SUA;SL 19774-002-ALT 04/17/2013	318.22	318.22		NOV. AR 11/3/15 MS AR, LEASE HELD BY UNIT PRODUCTION FROM CRIS I RE SUA;SL 20850 AND CRIS I RD SUA
19778	LEEVILLE	4.378 03/09/2015	4.378	4.378		NOV. AR 3/3/15 JPT SL HAS APP. EXP. 90 DAY LAPSE OF PRODUCTION, LAST PROD. 9/2014;; 10/23/14 AJL HBP FROM ONE UNIT
19949	MANILA VILLAGE	11 07/23/2012	23	23		NOV. AR 11/3/15 MS AR, LEASE HELD BY UNIT PRODUCTION FROM 9400-BIG T RA SUA
20456	LAKE WASHINGTON	L2 RA SUC;LL&E FEE 149-C-1 97-29	.7	.7		NOV AR 11/3/15 MS AR, LEASE HELD BY UNIT PRODUCTION FROM L4 RA SUB.
20458	GOLDEN MEADOW	BIG HUM RC SUA;LL&E 61 04/26/2011 14-PPP-2 11-205	22.423	94		NOV AR 11/3/15 AR, LEASE PARTIALLY HELD BY UNIT PRODUCTION FROM BIG HUM RC SUA;LL&E 61. RS DONE ON 10/20/2015 FOR EXPIRED ACREAGE
21470			0	24		NOV PT 08/13/2017 11/3/15 MS AR, LEASE HELD BY RENTAL PAYMENTS
21471			0	10		NOV. PT 08/13/17 11/3/15 MS AR, LEASE HELD BY RENTAL PAYMENTS
21480			0	53.96		NOV. PT 08/13/17 VACANT STATE LAND 11/3/15 MS AR, LEASE HELD BY RENTAL PAYMENTS



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00199A	2	BAY ST ELAINE	VU4;BSE U4	0	621	MAY. AR 10/23/15 AW 0 PRODUCING WELLS; PER HILCORP LETTER DATED JUNE 2015, HBP FROM PRODUCTION IN OTHER PARTS OF LEASE
00500		BUCKHORN , WEEKS ISLAND	WEEKS-GALL-STATE UN 1	317	420	NOV. AR 10/23/15 AW HBP IN 19 UNITS (K RA SU, M RA SU, O RA SU, L RA SUA, MYLES SALT CO, VUM, WEEKS ISLAND ST UNIT A, I RJ SUA, SMITH STATE UNIT E, ORG SUB, U LC RA SU, PROVOST CYR, P RC SUA, Q RB SUA, O RB SUA, O RD SUA, M RC SUA, M RD SUA & MO RC SUA); 32 PRODUCING WELLS, 25 SHUT-IN WELLS
00725		BAY JUNOP	14100 RA SUA;LL&E A 09/01/1997	361	409.78	OCT. 10/14/15 LRC COMMITTEE EXTENDS RECOGNITION OF FORCE MAJEURE UNTIL PIPELINE SERVICE IS RESTORED FOR PRODUCTION OR 11/12/15 WHICHEVER OCCURS FIRST AND REQUIRES THAT ENERGY PROPERTIES SUBMITS EVIDENCE OF APPLICATION WITH FERC BY 11/10/15;; 10/6/15 MEETING WITH ENERGY PROPERTIES AND BOARDWALK TO DISCUSS EXTENSION OF FORCE MAJEURE RECOGNITION, A REQUEST FROM OMR WAS GIVEN TO ENERGY THAT PROOF BE SHOWN THAT THE APPLICATION HAS ACTUALLY BEEN SUBMITTED TO FERC BY NOVEMBER 10, 2015;; 9/24/15 AW HBP IN 1 UNIT (VUC); LEASE CURRENTLY UNDER FORCE MAJEURE
01666		EUGENE ISLAND BLOCK 18	69.98 08/19/2009	120.05	120.05	NOV. AR 10/23/15 AW HBP IN 1 UNIT (AA RD SUA); 1 PRODUCING WELL, 3 SHUT-IN WELLS
01691		HOLLYWOOD , HOUMA	Q RA SUA;E&L GRANITE & MON 05/19/2005 276-Y	43	43	NOV. AR 10/23/15 AW HBP IN 1 UNIT (8900 RA SUA); 1 PRODUCING WELL, 3 SHUT-IN WELLS
02395		LAPEYROUSE	L EXP RA SUA;INVINCIBLE FEE 09/18/2007 416-EEE	15.38	23.38	NOV. AR 10/23/15 AW HBP IN 2 UNITS (PELICAN RE SUA & GG RA SUA); 2 PRODUCING WELLS
02995		BAY ST ELAINE	VUC;SL 2995-LL&E 05/01/1994	304.788	304.788	MAR. AR 10/23/15 AW RELEASE REQUESTED 6/25/15; SMEB DENIED CONTINUANCE OF FORCE MAJEURE
10754		PERRY POINT , RIDGE, WEST	BOL MEX B RA SUA;P HULIN CO 04/26/2011 448-O-5 11-204	.52	.52	NOV. AR 10/23/15 AW HBP IN 2 UNITS (BOL M B RA SUA & BOL M A RB SUA); 2 PRODUCING WELLS



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14108	DEER ISLAND, WEST	L TEX W RB SUA;CL&F 07/07/2010 1313-A-2 10-721	23.4	23.4	NOV. AR 10/23/15 AW HBP IN 2 UNITS (12800 RB VUA & L TEX W RB SUA); 4 PRODUCING WELLS, 1 SHUT-IN WELL
14158	SHIP SHOAL BLOCK 45		215.162	215.162	NOV. AR 10/23/15 AW HBP IN 1 UNIT (VUA - 2 LUWS); 5 PRODUCING WELLS
16381	LAKE SAND, EAST		868	868	NOV. AR 10/23/15 AW HBP IN LEASE WELL; 1 PRODUCING WELL, 1 SHUT-IN WELL
17315	BROUSSARD	8.67 04/09/2007	2.33	2.33	SEP. AR 10-23/15 AW PLEDGER HAS UNTIL 1/3/16 TO RESUME PRODUCTION OR SHOW DOWNHOLE OPERATIONS
18258	BAYOU POSTILLION	HERALD HODGES & LEE  386-Y-2 05-893	22.878	22.878	NOV. AR 10/23/15 AW HBP IN 2 UNITS (DISC 15 RA SUB & DISC 15 RB SUB); 2 PRODUCING WELLS
19477	LAKE PELTO	17 R832 VUA;LP U6	29.63	29.63	NOV. AR 10/23/15 AW HBP IN 2 UNITS (16 B RB SUA & 11-1 RW1 SU); 2 PRODUCING WELLS, 1 SHUT-IN
21223			0	169.53	NOV. AR PT 8/14/16 10/23/15 AW RENTAL PAYMENT MADE 8/18/15 (TERM ENDS 8/14/16)
21437	BAY ST ELAINE		40.74	40.74	SEPT. PT 06/11/2017 10/23/15 AW 90 DAYS OF NONPRODUCTION, BUT WITHIN PRIMARY TERM
21472			0	1042	NOV. PT 08/13/17 10/23/15 AW RENTAL PAYMENT MADE 8/11/15
21478			0	63	NOV. PT 08/13/17 10/23/15 AW RENTAL PAYMENT MADE 7/14/15



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04477	BAYOU LOUIS	8 06/15/2015	10	10	NOV. AR 9/30/15 SKR AR -ONE ACTIVE UNIT - ONE PRODUCING WELL
04778	NATCHEZ FERRY , VIDALIA, SOUTH	SL 13505 07/01/1998	259	259	NOV. AR 9/30/15 SKR AR - 100% HBP FROM ONE SL WELL
10334	CADDO PINE ISLAND	CAPI VIV RA SU 03/01/1993	3.52	3.52	NOV. AR 9/30/15 SKR AR - 100% HBP FROM ONE SL WELL
12938	MILLIGAN BAYOU, NORTH	16.6 05/26/2015	16.6	16.6	NOV. AR 3/27/14 RECD PARTIAL RELEASE OF 47.00 ACRES, RET. 16.60 ACRES SKR - RET. ACRES EQUAL TO H&L RA SUF: PETERS WELL SN 207411 LUW 047607;; 10/18/13 SKR - 16.6 AC. HELD BY ONE PRODUCING LUW. LEASE HAS MAJOR TITLE PROBLEMS, PR REQUESTED 10/6/04;;
13582	SIMSBORO, WEST	HOSS RA SUJ;SL 13582 23 12/15/2005 327-B23 04-1251	247.89	247.89	NOV. AR 9/30/15 SKR AR - 100% HBP FROM ONE ACTIVE UNIT. TWO PRODUCING WELLS
15088	MASTERS CREEK	39.04 03/06/2014	40.96	40.96	NOV. AR 9/30/15 SKR AR - 100% HBP FROM ONE ACTIVE UNIT. ONE PRODUCING WELL
16266	SUGARTOWN	AUS C RA SUP;CROSBY 9A 07/27/1999 1422-A-14 99-385	41.011	41.011	NOV. AR 9/30/15 SKR AR - 100% HBP FROM ONE ACTIVE UNIT. ONE PRODUCING WELL
17366	RED RIVER-BULL BAYOU	HA RB SU71;CALHOUN 2 11/06/2008 109-X-74 10-13	1.2	1.2	NOV. AR 9/30/15 SKR AR - 100% HBP FROM ONE ACTIVE UNIT. ONE PRODUCING WELLS
17984	PARKER LAKE	MINTER SU 10 HUNT PAUL STATE	20.58	20.58	NOV. QR 9/30/15 SKR QR - 100% HBP FROM TWO ACTIVE UNITS. TWO PRODUCING WELLS. MEAGER PRODUCTION OF APPROX. 8 BBL/MON. FROM MAY 2014 TO MAY 2015. NO REVENUE REPORTED. LAST REVENUE REPORTED PER LUW CODE 5/01/2014
18396	CASPIANA	HA RA SU125;BROADWAY 29 H 10/06/2009 191-H-65 09-1086	7.715	7.715	NOV. AR 9/30/15 SKR AR - 100% HBP FROM TWO UNIT LUW. ELEVEN PRODUCING WELLS
18802	DREW, SOUTH	3 01/29/2008	53.855	53.855	NOV. AR 9/30/15 SKR AR - 100% HBP FROM ONE ACTIVE UNIT. ONE PRODUCING WELL
19182	CASPIANA , THORN LAKE	HA RA SU117;CHK MIN 16-14-12 H 03/15/2011 191-H-131 11-117	8	8	NOV. AR SAL OMR MANAGED WLF BAYOU PIERRE WMA 9/30/15 SKR AR - 100% HBP FROM THREE ACTIVE UNITS. THREE PRODUCING WELLS



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Table with 6 columns: ID, Location, Dates, Values, and Description. Rows include CEDAR GROVE, CASPIANA, THORN LAKE, ELM GROVE, SWAN LAKE, and RED RIVER-BULL BAYOU.



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Table with columns for ID, Location, Description, and Values. Rows include 19779 CASPIANA, THORN LAKE; 19780 CASPIANA; 19782 SWAN LAKE; 19788 SWAN LAKE; 19789 ALABAMA BEND; 19790 SWAN LAKE; 19791 SWAN LAKE; 19792 SWAN LAKE; 19793 SWAN LAKE; 19794 SWAN LAKE; 19796 WOODARDVILLE; 20114 GAHAGAN, REDOAK LAKE; 20140 RED RIVER-BULL BAYOU.





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					MONTHS
20151	SWAN LAKE , WOODARDVILLE	HA RA SUU;BUTLER 31-15-10 H 07/01/2009 691-C-9 09-723	4	4	NOV. AR 9/30/15 SKR AR - 100% HBP FROM THREE ACTIVE UNITS. FIVE PRODUCING WELLS
20403	WOODARDVILLE	HA RA SU57;O B MADDEN 18 H 03/03/2009 990-D-8 09-230	3.12	3.12	NOV. AR 9/30/15 SKR AR - 100% HBP FROM ONE ACTIVE UNIT. SIX PRODUCING WELLS
20474	THORN LAKE	HA RA SUR;LOTT 1-14- 11 H 07/14/2009 1145-B-18 09-764	124.149	124.149	NOV. AR 9/30/15 SKR AR - 100% HBP FROM ONE ACTIVE UNIT. ONE PRODUCING WELL
20475	THORN LAKE	HA RASUDD;EDGAR CASON 14 H 08/26/2010 1145-B-36 10-798	96	96	NOV. AR 9/30/15 SKR AR - 100% HBP FROM ONE ACTIVE UNIT. ONE PRODUCING WELL
20476	THORN LAKE , WOODARDVILLE	HA RA SUV;EDGAR CASON 13H 03/03/2009 1145-B-9 09-263	45.509	45.509	NOV. AR 9/30/15 SKR AR - 100% HBP FROM TWO ACTIVE UNITS. TEN PRODUCING WELLS
20478	RED RIVER-BULL BAYOU	HA RD SUO;CASON 24-14-11 H 03/03/2009 109-X-26 09-233	169	169	NOV. AR 9/30/15 SKR AR - 100% HBP FROM ONE ACTIVE UNIT. ONE PRODUCING WELL
20479	RED RIVER-BULL BAYOU	HA RD SUQ;JAMES MARSTON 30 H 03/03/2009 109-X-26 09-233	31.36	31.36	NOV. AR 9/30/15 SKR AR - 100% HBP FROM ONE ACTIVE UNIT. FOUR PRODUCING WELL
20701	RED RIVER-BULL BAYOU	HA RB SU67;WELLMAN 29-13- 11 H 10/13/2009 109-X-66 09-1107	14	14	NOV. AR 9/30/15 SKR AR - 100% HBP FROM FIVE ACTIVE UNIT. FIVE PRODUCING WELL. LUW 616583 IS IS NOT SHOWING ROYALTY REVENUE. OPERATORS SURVEY PLAT DOES NOT RECOGNIZE BAYOU PIERRE WHICH RUNS TROUGH THE NE 1/4 OF NE1/4 OR THE UNIT, HA RD SUU
20702	RED RIVER-BULL BAYOU	HA RB SU92;NAC ROYALTY 34 H 01/24/2012 109-X-148 12-51	30.94	30.94	NOV. AR 9/30/15 SKR AR - 100% HBP FROM ONE ACTIVE UNIT. ONE PRODUCING WELL
20990	CADDO PINE ISLAND	HA RA SUZZ;KIRBY 7-6 H 10/16/2012 122-Y-12 12-599	3.694	72	NOV. AR 9/30/15 SKR AR - PRODUCTION FROM ONE ACTIVE UNIT. ONE PRODUCING WELL. PR REQ 8- 26-15
20992	CADDO PINE ISLAND	HA RA SUZZ;KIRBY 7-6 H 10/16/2012 122-Y-12 12-599	5.977	25	NOV. AR 9/30/15 SKR AR - PRODUCTION FROM ONE ACTIVE UNIT. TWO PRODUCING WELL. PR REQ 8- 26-15
20997	CADDO PINE ISLAND	HA RA SU58;HALL- WILLIAMS 4-34 H 03/25/2014 122-Y-20 14-185	6.941	40	NOV. AR 9/30/15 SKR AR - PRODUCTION FROM TWO ACTIVE UNIT. TWO PRODUCING WELL. PR REQ 8-



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					26-15
20998	CADDO PINE ISLAND	HA RA SU61;COMEGYS 32-29 H 08/13/2013 122-Y-15 13-387	5.686	13	NOV. AR 9/30/15 SKR AR - PRODUCTION FROM ONE ACTIVE UNIT. ONE PRODUCING WELL. PR REQ 8- 26-15
21005	FAIRVIEW	VUA;SL 21005 ETAL 04/10/2013	40.065	52	NOV. AR 9/30/15 SKR AR - PRODUCTION FROM ONE ACTIVE UNIT. ONE PRODUCING WELL. DD PYMT MADE
21033	CADDO PINE ISLAND	HA RA SUHH;LA TIDE CO 2 H 05/28/2009 122-Y-6 09-580	19.84	19.84	NOV. AR 9/30/15 SKR AR - 100% HBP FROM ONE ACTIVE UNIT. ONE PRODUCING WELL
21220	GILES BEND	WX 4600 RA SUA;SL 21220 12/02/2014 887-F 14-673	38.6	87	NOV. AR PT 8/14/16 9/30/15 SKR AR - PRODUCTION FROM ONE ACTIVE UNIT. ONE PRODUCING WELL. RS SKR/JPT 9/29/2015 NO DD PAYMENT REQUIRING 48.4 AC. TO BE RELEASED
21221	CASPIANA	CV RA SU122;CHANDLER 01/17/2007 191-A-164 07-36	160	160	NOV. AR PT 8/14/16 9/30/15 SKR AR - PRODUCTION FROM ONE ACTIVE UNIT. ONE PRODUCING WELL. A PORTION OF THE PRODUCTION UNIT CV RA SU122 LUW 614942, REMAINED UNLEASED PRIOR TO 9/9/2015. LEASED DURING THE OCTOBER LEASE SALE SL 21609

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00344	GRAND LAKE	13-19 RA SUA;SL 344 08/14/2012 214-L 12-480	498.06	498.06	NOV. AR 10/28/15 CS HBP 1 UNIT (13-19-RA SUA) AND LEASE WELLS, 10 PRODUCING WELLS 5 SHUT-IN WELLS
01170	HOG BAYOU-OFFSHORE	284.01 01/21/2015	1100	3457.29	NOV. LRC AR 10/28/15 CS AR; HBP BY FIVE WELLS IN FOUR UNITS AND FIVE LEASE WELLS. REQUESTED SURVEY PLAT 10/7/15
02038	DEEP LAKE	430.71 05/10/2013	26	1914	NOV LRC 10/28/15 CS FLAG FOR 1/2016 REVIEW. ONLY ~26 ACRES OF THIS LEASE IS PRODUCTIVE, NOT 510. HBP BY ONE WELL IN UNIT 13250 RA SUA
03306	REDFISH POINT	I-K RA SUA;SL 3306 05/08/2012 834-J 12-261	800	1527.39	NOV. LRC 10/28/15 CS FLAG FOR 1/2016 REVIEW. HBP BY THREE WELLS: ONE LEASE WELL AND TWO IN UNIT 15500 RA SU
04011	REDFISH POINT	187.35 10/01/2014	460	1078.3	NOV. LRC AR 10/28/15 CS FLAG FOR 1/2016 REVIEW. HBP BY TWO WELLS IN UNIT 15500 RA SU
08702	RIGHTHAND CREEK	1 09/04/1986	19	19	NOV. AR 10/28/15 CS AR; HBP BY ONE WELL IN UNIT RCR SINGER RA SU. TAX ADJUDICATED ACREAGE
13199	STARKS, WEST	9.288 10/21/1997	11.147	11.147	NOV. AR 10/28/15 CS AR; HBP BY TWO WELLS IN UNITS D4 RA SUA AND WST Y1 RA SU
13292	FRISCO	.49 02/25/1991	2.17	2.17	NOV. AR 10/28/15 CS AR; HBP BY ONE WELL IN UNIT U WX RB SUC
13895	LAKE ARTHUR, SOUTH	34.688 02/18/1992	4.312	4.312	NOV. AR 10/28/15 CS AR; HBP BY ONE WELL IN UNIT U MIOGYP RA SUE
14004	INDIAN VILLAGE, NORTH	NIVG 10100 CF RA SU; 11/01/1996	10.28	10.28	NOV. AR 10/28/15 CS AR; HBP BY SIX WELLS IN UNIT NIVG 10100 CF RA SU
16877	CHENEYVILLE, WEST	AUS C RA SUM;BOOK 14 03/31/1998 1415-A-1 98-210	46.79	46.79	NOV. AR 10/28/15 CS AR; HBP BY ONE WELL IN UNIT AUS C RA SUM
16878	CHENEYVILLE, WEST	AUS C RA SUM;BOOK 14 03/31/1998 1415-A-1 98-210	47.9	47.9	NOV. AR 10/28/15 CS AR; HBP BY ONE WELL IN UNIT AUS C RA SUM
18158	SABINE LAKE, SOUTH		157.01	157.01	NOV. AR 10/28/15 CS AR; HBP BY LEASE WELL SL 18158 #1
18803	REDDELL	4.28 10/24/2014	2.98	2.98	NOV. AR 10/28/15 CS AR; HBP BY ONE WELL IN UNIT U WX RE SUA
19967	VERMILION BLOCK 16	VUB;SL 3763 08/12/2015	335.62	335.62	JUL. AR 10/28/15 CS AR; HBP BY ONE WELL IN VERMILION BLOCK 16 VUB. IF NO WELL IS

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					DRILLED ON ACREAGE OUTSIDE OF VUB BY 11/12/15, 193.62 ACRES EXPIRES
20139	DEEP LAKE	248868-15100 RB SUA;SL 20139-002-ALT 02/09/2015	364	364	NOV. AR. ROCKEFELLER WMA 10/28/15 CS AR; HBP BY TWO WELLS IN UNIT 15100 RB SUA
20181	BAYOU HEBERT	12.15 02/10/2014	91.85	92.362	NOV. AR 10/28/15 CS AR; HBP BY THREE WELLS IN UNIT CRIS R RA SUA
21222			0	4	NOV. PT 8/14/16 10/28/15 CS AR; HELD BY RENTAL PAYMENT

**BOBBY JINDAL**  
GOVERNOR



**STEPHEN CHUSTZ**  
SECRETARY

**State of Louisiana**  
**DEPARTMENT OF NATURAL RESOURCES**  
**OFFICE OF MINERAL RESOURCES**  
**STATE MINERAL AND ENERGY BOARD**

***NOMINATION AND TRACT COMMITTEE REPORT***

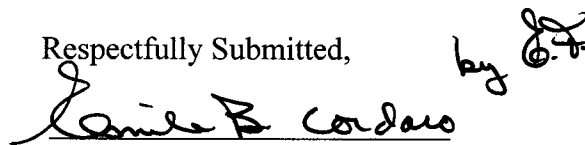
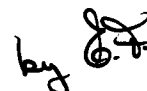
The Nomination and Tract Committee, convened at **9:56 a.m.** on Wednesday, **November 12, 2015** with the following members of the Board in attendance:

Mr. Stephen Chustz	Mr. Paul Segura, Jr.	Mr. Thomas L. Arnold, Jr.
Mr. Dan R. Brouillette	Mr. Darryl D. Smith	Mr. Emile B. Cordaro

The Committee heard the report of Mr. Emile Fontenot, relative to nominations received for the January 13, 2015 Mineral Lease Sale and other matters. Based upon the staff's recommendation, on motion of **Mr. Chustz**, duly seconded by **Mr. Arnold**, the Committee voted unanimously to recommend to the Board the granting of authority to the staff to advertise all such tracts as have been reviewed by the State Land Office and 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 presented by Mr. Fontenot.

The Committee, on the motion of **Mr. Chustz**, seconded by **Mr. Smith**, voted to adjourn at **9:58 a.m.**

Respectfully Submitted,

by 

Emile B. Cordaro.

Chairman

Nomination and Tract Committee

Refer to Board Meeting Minutes for any action taken by the Board regarding matters in this report.

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

Tracts to Be  
Advertised

**Resolution #15-11-007**  
**(NOMINATION AND TRACT COMMITTEE)**

**WHEREAS**, Mr. Emile Fontenot reported that 13 tracts had been nominated for the January 13, 2016 Mineral Lease Sale, and requests that same are to be advertised pending staff review;

**WHEREAS**, the staff of the Office of Mineral Resources, upon further review and consideration, recommended that the foregoing request be approved by the Nomination and Tract Committee;

**ON MOTION** of *Mr. Chustz*, seconded by *Mr. Arnold*, the following recommendation was offered and unanimously adopted by the Nomination and Tract Committee after discussion and careful consideration:

That the State Mineral and Energy Board grant final approval to advertise all such tracts for the January 13, 2016 Mineral Lease Sale;

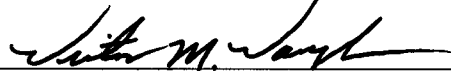
**WHEREAS**, after discussion and careful consideration of the foregoing request and recommendation by the Nomination and Tract Committee;

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

**NOW, BE IT THEREFORE RESOLVED**, that the State Mineral and Energy Board does hereby approve and authorize the advertising of all such tracts reviewed by the State Land Office and the staff of the Office of Mineral Resources, as well as any tracts that have been previously advertised and rolled over, and to otherwise approve the Nomination and Tract Committee 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 12th day of November 2015, 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.



Victor M. Vaughn, Executive Officer

LOUISIANA STATE MINERAL AND ENERGY BOARD

**BOBBY JINDAL**  
GOVERNOR



**STEPHEN CHUSTZ**  
SECRETARY

**State of Louisiana**  
**DEPARTMENT OF NATURAL RESOURCES**  
**OFFICE OF MINERAL RESOURCES**  
**STATE MINERAL AND ENERGY BOARD**

**AUDIT COMMITTEE REPORT**

The regular meeting of the Audit Committee of the State Mineral and Energy Board was held on Thursday, November 12, 2015, immediately following the Nomination and Tract Committee Meeting, in the LaBelle Room, First Floor, LaSalle Building, located at 617 North Third Street, Baton Rouge, Louisiana. Committee Members present were:

Thomas L. Arnold, Jr.  
Dan R. Brouillette

Stephen Chustz  
Emile B. Cordaro

W. Paul Segura, Jr.  
Darryl D. Smith

Mr. Darryl D. Smith convened the Committee at 10:00 a.m.


The first matter considered by the Committee was staff's report on the Century Exploration affiliated companies bankruptcy.

No action required.

The second matter considered by the Committee was the election of the November 2015 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.

On motion of Mr. Cordaro, seconded by Mr. Chustz, the Board voted unanimously to adjourn the Audit Committee at 10:04 a.m.

  
Darryl D. Smith, Chairman  
Audit Committee

Refer to State Mineral and Energy Board Meeting Minutes for additional information on actions taken by the Board regarding matters in this report.



**State of Louisiana**  
**DEPARTMENT OF NATURAL RESOURCES**  
**OFFICE OF MINERAL RESOURCES**  
**STATE MINERAL AND ENERGY BOARD**

**LEGAL AND TITLE CONTROVERSY COMMITTEE REPORT**

The regular meeting of the Legal and Title Controversy Committee of the State Mineral and Energy Board was held on November 12, 2015, following the Audit Committee Meeting, in the LaBelle Room, First Floor, LaSalle Building located at 617 North Third Street, Baton Rouge, Louisiana. Committee Members present were:

Secretary Stephen Chustz  
Mr. Dan R. Brouillette  
Mr. W. Paul Segura, Jr.

Mr. Emile B. Cordaro  
Mr. Thomas L. Arnold, Jr.  
Mr. Darryl David Smith

The Legal and Title Controversy Committee was called to order by Mr. Segura at 10:02 a.m.

The first matter considered by the Committee was a request for final approval of an Act of Correction by and between the State of Louisiana, through the State Mineral and Energy Board and Hilcorp Energy I, L.P., whereas said parties desire to amend, correct and conform the royalties appearing in paragraphs 6(a), 6(b) and 6(e) of the lease to correctly read "16.667%", affecting State Lease No. 21454, Vermilion Parish, Louisiana, with further particulars being stipulated in the instrument, on the Docket as Item No. 15-29.

Upon motion of Mr. Arnold, seconded by Mr. Chustz, and by unanimous vote of the Committee and Board, the State Mineral and Energy Board granted final approval of an Act of Correction by and between the State of Louisiana, through the State Mineral and Energy Board and Hilcorp Energy I, L.P., on the Docket as Item No. 15-29. No comments were made by the public.

The second matter considered by the Committee was a request by Staff to not impose a penalty upon Harbor Resources, LLC for failure to timely re-register as a Prospective Leaseholder and not impose a potential penalty related to the late release of State Lease No. 18441.

Upon motion of Mr. Arnold, seconded by Mr. Smith, and by unanimous vote of the Committee and Board, and upon further motion of Mr. Arnold, seconded by Mr. Chustz, and by another unanimous vote of the Committee and Board, for clarification, the State Mineral and Energy Board granted Staff's request to not impose a penalty on Harbor Resources, LLC conditioned upon such assistance of the registered agent of



Harbor Resources, LLC in obtaining a Release for State Lease No. 18441. No comments were made by the public.

The third matter being considered by the Committee was a request by Freeport-McMoran Oil and Gas that the primary terms of State Lease Nos. 21098, 21326, 21327, 21334, 21335, 21336 and 21337 located in Lafourche Parish be extended from three (3) years to five (5) years, and that the Board grant an exception to its policy by permitting Freeport-McMoran Oil and Gas to request an extension of the primary term on State Lease No. 21098 despite Freeport's failure to timely make this request in accordance with existing Board policy.

Upon motion of Mr. Arnold, seconded by Mr. Brouillette, and by unanimous vote of the Committee and Board, the State Mineral and Energy Board granted the request of Freeport-McMoran Oil and Gas to extend the primary term of State Lease Nos. 21098, 21326, 21327, 21334, 21335, 21336 and 21337 located in Lafourche Parish from three (3) years to five (5) years, and that an exception be granted to its policy on timely requests to allow Freeport-McMoran Oil and Gas to extend the primary term on State Lease No. 21098 despite its failure to make a timely request, and in light of the consideration being offered by Freeport-McMoran Oil and Gas, namely that the fourth (4<sup>th</sup>) and fifth (5<sup>th</sup>) year rental payments will be equal to the full amount of the cash consideration for the granting of the leases and that the royalty interest in the leases shall be increased by one-half (1/2) percent. No comments were made by the public.

The fourth matter being considered by the Committee was a request by Sunnyside Resources, Inc. that the Board grant an exception to its policy by permitting Sunnyside Resources, Inc. to request an extension of the primary term on State Lease No. 21107 despite its failure to timely make this request in accordance with existing Board policy, and that the primary term of State Lease No. 21107 located in East Baton Rouge Parish be extended from three (3) years to four (4) years, with an option to extend the lease to five (5) years.

Upon motion of Mr. Arnold, seconded by Mr. Brouillette, and by unanimous vote of the Committee and Board, the State Mineral and Energy Board granted the request of Sunnyside Resources, Inc. for an exception to its policy on timely requests to extend the primary term of State Lease No. 21107 and that the lease be extended from three (3) to four (4) years, with an option to extend the lease to five (5) years in light of the consideration being offered in amending the terms of the lease, namely that the fourth (4<sup>th</sup>) year rental payment and the fifth (5<sup>th</sup>) year rental payment (if exercised) will be equal to the full amount of the cash consideration for the granting of the lease and that the royalty interest in the lease be increased by one-half (1/2%) percent. No comments were made by the public.

The fifth matter being considered by the Committee was an update to the Board regarding its request for further revision of the Financial Security provision in the Proposed New Lease form.

This matter was an advisory item to the Board, and no action was taken. No comments were made by the public.

The sixth matter considered by the Committee was an update to the Board regarding the Proposed New Lease form.

Upon motion of Mr. Chustz, seconded by Mr. Arnold, and by unanimous vote of the Committee and Board, the State Mineral and Energy Board granted authority to Staff to post on DNR's website, for public review and comment, a draft of the Proposed New Lease form in its entirety, inviting interested parties to comment on the Proposed New Lease form by December 4, 2015, and to direct comments to [Suzanne.Hyatt@la.gov](mailto:Suzanne.Hyatt@la.gov). No comments were made by the public.

Upon motion of Mr. Arnold, seconded by Mr. Brouillette, the Committee voted unanimously to go into Executive Session at 10:16 a.m.

Upon motion of Mr. Arnold, seconded by Mr. Cordaro, the Committee voted unanimously to return to Open Session at 10:40 a.m.

The seventh matter being considered by the Committee was a discussion in Executive Session of the suit entitled: BHP Billiton Petroleum Properties NA LP vs. Hosier Properties LLC, et al, Docket No. 587839, Division A, 1<sup>st</sup> Judicial District Court, Caddo Parish, State of Louisiana.

This matter was an advisory item to the Board, and no action was taken. No comments were made by the public.

The eighth matter being considered by the Committee was a discussion in Executive Session of the suit entitled: State of Louisiana v. ASA Properties, et al., Docket No. 35809, 39<sup>th</sup> Judicial District Court, Red River Parish, State of Louisiana.

Upon motion of Mr. Arnold, seconded by Mr. Brouillette, and by unanimous vote of the Committee and Board, the State Mineral and Energy Board granted authority to the Attorney General's Office to negotiate settlement of this matter. No comments were made by the public.

The ninth matter being considered by the Committee was a discussion in Executive Session of the suit entitled: Chesapeake Louisiana, L.P. v. Pintail Properties, LLC, et al., Docket No. 35565, 39<sup>th</sup> Judicial District Court, Red River Parish, State of Louisiana.

Upon motion of Mr. Arnold, seconded by Mr. Brouillette, and by unanimous vote of the Committee and Board, the State Mineral and Energy Board granted authority to the Attorney General's Office to negotiate settlement of this matter. No comments were made by the public.

The tenth matter being considered by the Committee was a discussion in Executive Session of the suit entitled: Petrohawk Operating Company v. Chesapeake Louisiana, L.P., et al., Docket No. 35,903, 39<sup>th</sup> Judicial District Court, Red River Parish, State of Louisiana.

Upon motion of Mr. Arnold, seconded by Mr. Brouillette, and by unanimous vote of the Committee and Board, the State Mineral and Energy Board granted authority to the Attorney General's Office to negotiate settlement of this matter. No comments were made by the public.

The eleventh matter being considered by the Committee was a discussion in Executive Session of the suit entitled: QEP Energy Company v. Pintail Properties, et al., Docket No. 35,801, 39<sup>th</sup> Judicial District Court, Red River Parish, State of Louisiana.

Upon motion of Mr. Arnold, seconded by Mr. Brouillette, and by unanimous vote of the Committee and Board, the State Mineral and Energy Board granted authority to the Attorney General's Office to negotiate settlement of this matter. No comments were made by the public.

The twelfth matter being considered by the Committee was a discussion in Executive Session of the suit entitled: Stroud Petroleum Inc. v. Pintail Properties LLC, et al., Docket No. 34865, 39<sup>th</sup> Judicial District Court, Red River Parish, State of Louisiana.

Upon motion of Mr. Arnold, seconded by Mr. Brouillette, and by unanimous vote of the Committee and Board, the State Mineral and Energy Board granted authority to the Attorney General's Office to negotiate settlement of this matter. No comments were made by the public.

The thirteenth matter being considered by the Committee was a discussion in Executive Session of the suit entitled: State of Louisiana v. ASA Properties, et al., Docket No. 72779, Division B, 42<sup>nd</sup> Judicial District Court, DeSoto Parish, State of Louisiana.

Upon motion of Mr. Arnold, seconded by Mr. Brouillette, and by unanimous vote of the Committee and Board, the State Mineral and Energy Board granted authority to the Attorney General's Office to negotiate settlement of this matter. No comments were made by the public.

The fourteenth matter being considered by the Committee was a discussion in Executive Session of the suit entitled: BHP Billiton Petroleum Properties (NA), L.P. v. Ernest H. Turner, et al., Docket No. 145647, 26<sup>th</sup> Judicial District Court, Bossier Parish, State of Louisiana.

Upon motion of Mr. Arnold, seconded by Mr. Brouillette, and by unanimous vote of the Committee and Board, the State Mineral and Energy Board granted authority to the Attorney General's Office to negotiate settlement of this matter. No comments were made by the public.

The fifteenth matter being considered by the Committee was a discussion in Executive Session of the suit entitled: BHP Billiton Petroleum Properties (N.A.), L.P., et al. v. The Louisiana State Mineral & Energy Board, et al., Docket No. 588-244, Division A, 1<sup>st</sup> Judicial District Court, Caddo Parish, State of Louisiana.

This matter was an advisory item to the Board, and no action was taken. No comments were made by the public.

The sixteenth matter being considered by the Committee was a discussion in Executive Session of the suit entitled: Helis Oil & Gas Co., L.L.C. v. State of Louisiana, et al., Docket No. 52-061, Division B, 25<sup>th</sup> Judicial District Court, Plaquemines Parish, State of Louisiana.

Upon motion of Mr. Arnold, seconded by Mr. Chutz, and by unanimous vote of the Committee and Board, the State Mineral and Energy Board granted authority to the Attorney General's Office to negotiate settlement of this matter. No comments were made by the public.

The seventeenth matter being considered by the Committee was a discussion in Executive Session of the Stephen W. Adams and JUSTLOTY, L.L.C. demand regarding Coughatta Bayou mineral ownership in Section 7 & 8, T13N-R10W, Red River Parish, State of Louisiana.

Upon motion of Mr. Arnold, seconded by Mr. Chutz, and by unanimous vote of the Committee and Board, the State Mineral and Energy Board granted authority to the Attorney General's Office to negotiate settlement of this matter. No comments were made by the public.

Upon motion of Mr. Arnold, seconded by Mr. Brouillette, the Legal and Title Controversy Committee meeting adjourned at 10:43 a.m.

*W. Paul Segura Jr. by E.F.*  
\_\_\_\_\_  
Mr. W. Paul Segura, Jr.  
Legal and Title Controversy Committee  
Louisiana State Mineral and Energy Board

Refer to the State Mineral and Energy Board Meeting Minutes for additional information on actions taken by the Board regarding matters listed in this Report.

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**RESOLUTION # 15-11-008**

Hilcorp Energy I, L.P.  
Act of Correction  
SL#21454  
Docket Item No. 15-29

(LEGAL & TITLE CONTROVERSY COMMITTEE)

**WHEREAS**, a request was made for final approval of an Act of Correction by and between the State of Louisiana, through the State Mineral and Energy Board and Hilcorp Energy I, L.P., whereas said parties desire to amend, correct and conform the royalties appearing in paragraphs 6(a), 6(b) and 6(e) of the lease to correctly read "16.667%", affecting State Lease No. 21454, Vermilion Parish, Louisiana, with further particulars being stipulated in the instrument, on the Docket as Item No. 15-29;

**WHEREAS**, the Staff of the Office of Mineral Resources, upon thorough review and consideration, recommended that the foregoing request be approved by the Legal and Title Controversy Committee;

**ON MOTION** of Mr. Arnold, seconded by Mr. Chustz, the following recommendation was offered and unanimously adopted by the Legal and Title Controversy Committee after discussion and careful consideration:

That the State Mineral and Energy Board grant final approval of the Act of Correction by and between the State of Louisiana, through the State Mineral and Energy Board and Hilcorp Energy I, L.P., on the Docket as Item No. 15-29;

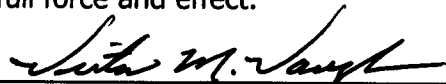
**WHEREAS**, after discussion and careful consideration of the foregoing request and the recommendation of the Legal and Title Controversy Committee;

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

**NOW THEREFORE, BE IT RESOLVED** that the State Mineral and Energy Board does hereby grant final approval of the Act of Correction by and between the State of Louisiana, through the State Mineral and Energy Board and Hilcorp Energy I, L.P., on the Docket as Item No. 15-29.

## CERTIFICATE

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 12<sup>th</sup> day of November, 2015 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.



**Victor M. Vaughn, Executive Officer  
State Mineral and Energy Board**

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**RESOLUTION # 15-11-009**

Harbor Resources, LLC  
Late Release  
SL#18441

(LEGAL & TITLE CONTROVERSY COMMITTEE)

**WHEREAS**, a request was made by Staff to not impose a penalty upon Harbor Resources, LLC for failure to timely re-register as a Prospective Leaseholder and not impose a potential penalty related to the late release of State Lease No. 18441;

**ON MOTION** of Mr. Arnold, seconded by Mr. Smith, and upon further motion of Mr. Arnold, seconded by Mr. Chustz, for clarification, and by unanimous vote of the Committee and Board, the following recommendation was offered and unanimously adopted by the Legal and Title Controversy Committee after discussion and careful consideration:

That the State Mineral Energy Board not impose a penalty upon Harbor Resources, LLC for failure to timely re-register as a Prospective Leaseholder and not impose a potential penalty related to the late release of State Lease No. 18441 conditioned upon such assistance of the registered agent of Harbor Resources, LLC in obtaining a Release for State Lease No. 18441;

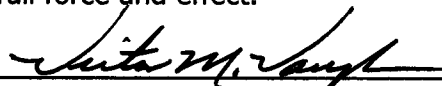
**WHEREAS**, after discussion and careful consideration of the foregoing request and the recommendation of the Legal and Title Controversy Committee;

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

**NOW THEREFORE, BE IT RESOLVED** that no penalty be imposed upon Harbor Resources, LLC for failure to timely re-register as a Prospective Leaseholder and for a potential penalty related to the late release of State Lease No. 18441 conditioned upon such assistance of the registered agent of Harbor Resources, LLC in obtaining a Release for State Lease No. 18441.

## CERTIFICATE

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 12<sup>th</sup> day of November, 2015 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.



Victor M. Vaughn, Executive Officer  
State Mineral and Energy Board

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**RESOLUTION # 15-11-010**

Freeport-McMoran Oil and Gas  
Extension of Primary Term  
SL Nos. 21098, 21326, 21327,  
21334, 21335, 21336 & 21337

(LEGAL & TITLE CONTROVERSY COMMITTEE)

**WHEREAS**, a request was made by Freeport-McMoRan Oil and Gas to extend the primary terms of State Lease Nos. 21098, 21326, 21327, 21334, 21335, 21336 and 21337 located in Lafourche Parish from three (3) years to five (5) years, and that the Board grant an exception to its policy by permitting Freeport-McMoran Oil and Gas to request an extension of the primary term on State Lease No. 21098 despite Freeport's failure to timely make this request in accordance with existing Board policy;

**WHEREAS**, the Staff of the Office of Mineral Resources, upon thorough review and consideration, recommended that the foregoing request be approved by the Legal and Title Controversy Committee;

**ON MOTION** of Mr. Arnold, seconded by Mr. Brouillette, and by unanimous vote of the Committee and Board, the following recommendation was offered and unanimously adopted by the Legal and Title Controversy Committee after discussion and careful consideration:

That the State Mineral Energy Board grant the request of Freeport-McMoRan Oil and Gas to extend the primary term of State Lease Nos. 21098, 21326, 21327, 21334, 21335, 21336 and 21337 located in Lafourche Parish from three (3) years to five (5) years, and that an exception be granted to its policy on timely requests to allow Freeport-McMoran Oil and Gas to extend the primary term on State Lease No. 21098 despite its failure to make a timely request, and that the Board accept as consideration for these extensions, the offer of Freeport-McMoran Oil and Gas that the fourth (4<sup>th</sup>) and fifth (5<sup>th</sup>) year rental payments will be equal to the full amount of the cash consideration for the granting of the leases and that the royalty interest in the leases shall be increased by one-half (1/2) percent;

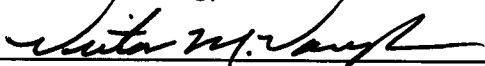
**WHEREAS**, after discussion and careful consideration of the foregoing request and the recommendation of the Legal and Title Controversy Committee;

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

**NOW THEREFORE, BE IT RESOLVED** that the State Mineral and Energy Board does hereby grant the request of Freeport-McMoRan Oil and Gas to extend the primary term of State Lease Nos. 21098, 21326, 21327, 21334, 21335, 21336 and 21337 located in Lafourche Parish from three (3) years to five (5) years, and that an exception be granted to its policy on timely requests to allow Freeport-McMoran Oil and Gas to extend the primary term on State Lease No. 21098 despite its failure to make a timely request, and the Board does hereby accept as consideration for these extensions, the offer of Freeport-McMoran Oil and Gas that the fourth (4<sup>th</sup>) and fifth (5<sup>th</sup>) year rental payments will be equal to the full amount of the cash consideration for the granting of the leases and that the royalty interest in the leases shall be increased by one-half (1/2) percent.

## CERTIFICATE

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 12<sup>th</sup> day of November, 2015 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.

  
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**Victor M. Vaughn, Executive Officer**  
**State Mineral and Energy Board**



# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**RESOLUTION # 15-11-011**

Sunnyside Resources, Inc.  
Extension of Primary Term  
SL No. 21107

(LEGAL & TITLE CONTROVERSY COMMITTEE)

**WHEREAS**, a request was made by Sunnyside Resources, Inc. that the Board grant an exception to its policy by permitting Sunnyside Resources, Inc. to request an extension of the primary term on State Lease No. 21107 despite its failure to timely make this request in accordance with existing Board policy, and that the primary term of State Lease No. 21107 located in East Baton Rouge Parish be extended from three (3) years to four (4) years, with an option to extend the lease to five (5) years;

**WHEREAS**, the Staff of the Office of Mineral Resources, upon thorough review and consideration, recommended that the foregoing request be approved by the Legal and Title Controversy Committee;

**ON MOTION** of Mr. Arnold, seconded by Mr. Brouillette, the following recommendation was offered and unanimously adopted by the Legal and Title Controversy Committee after discussion and careful consideration:

That the State Mineral and Energy Board grant the request of Sunnyside Resources, Inc. for an exception to its policy on timely requests to extend the primary term of State Lease No. 21107 and that the lease be extended from three (3) to four (4) years, with an option to extend the lease to five (5) years, in light of the consideration being offered in amending the terms of the lease, namely that the fourth (4<sup>th</sup>) year rental payment and the fifth (5<sup>th</sup>) year rental payment (if exercised) will be equal to the full amount of the cash consideration for the granting of the lease and that the royalty interest in the lease be increased by one-half (1/2%) percent;

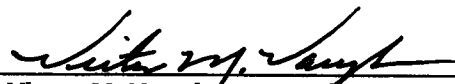
**WHEREAS**, after discussion and careful consideration of the foregoing request and the recommendation of the Legal and Title Controversy Committee;

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

**NOW THEREFORE, BE IT RESOLVED** that the State Mineral and Energy Board does hereby grant the request of Sunnyside Resources, Inc. for an exception to its policy on timely requests to extend the primary term of State Lease No. 21107 and that the lease be extended from three (3) to four (4) years, with an option to extend the lease to five (5) years, and the Board hereby accepts as consideration, the offer of Sunnyside Resources, Inc. that the fourth (4<sup>th</sup>) year rental payment and the fifth (5<sup>th</sup>) year rental payment (if exercised) will be equal to the full amount of the cash consideration for the granting of the lease and that the royalty interest in the lease be increased by one-half (1/2%) percent.

## CERTIFICATE

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 12<sup>th</sup> day of November, 2015 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.



Victor M. Vaughn, Executive Officer  
State Mineral and Energy Board

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**RESOLUTION # 15-11-012**

New Lease Form  
(Request for Public Comments)

(LEGAL & TITLE CONTROVERSY COMMITTEE)

**WHEREAS**, Staff gave an update to the State Mineral and Energy Board regarding the Proposed New Lease Form;

**ON MOTION** of Mr. Chustz, seconded by Mr. Arnold, the following recommendation was offered and unanimously adopted by the Legal and Title Controversy Committee after discussion and careful consideration:

That the State Mineral and Energy Board grant Staff the authority to post on DNR's website for public review and comment, the Proposed New Lease Form in its entirety, inviting interested parties to comment on the Proposed New Lease form by December 4, 2015, and to direct comments to [Suzanne.Hyatt@la.gov](mailto:Suzanne.Hyatt@la.gov);

**WHEREAS**, after discussion and careful consideration of the foregoing request and the recommendation of the Legal and Title Controversy Committee;

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

**NOW THEREFORE, BE IT RESOLVED** that the State Mineral and Energy Board does hereby grant Staff the authority to post on DNR's website for public review and comment, the Proposed New Lease Form in its entirety, inviting interested parties to comment on the Proposed New Lease form by December 4, 2015, and to direct comments to [Suzanne.Hyatt@la.gov](mailto:Suzanne.Hyatt@la.gov).

## CERTIFICATE

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 12th day of November, 2015 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.



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**Victor M. Vaughn, Executive Officer  
State Mineral and Energy Board**

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**RESOLUTION # 15-11-013**

(LEGAL & TITLE CONTROVERSY COMMITTEE)

Executive Session  
State of Louisiana v. ASA  
Properties, et al  
Docket No. 35809, 39<sup>th</sup> Judicial  
District Court, Red River Parish

**WHEREAS**, a discussion in Executive Session was held regarding the suit entitled: State of Louisiana v. ASA Properties, et al., Docket No. 35809, 39<sup>th</sup> Judicial District Court, Red River Parish, State of Louisiana;

**ON MOTION** of Mr. Arnold, seconded by Mr. Brouillette, the following recommendation was offered and unanimously adopted by the Legal and Title Controversy Committee after discussion and careful consideration:

That the State Mineral and Energy Board grant authority to the Attorney General's Office to negotiate settlement of this matter;

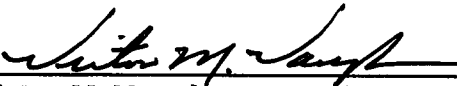
**WHEREAS**, after discussion and careful consideration of the foregoing request and the recommendation of the Legal and Title Controversy Committee;

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

**NOW THEREFORE, BE IT RESOLVED** that the State Mineral and Energy Board does hereby grant authority to the Attorney General's Office to negotiate settlement of this matter.

## **CERTIFICATE**

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 12th day of November, 2015 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.

  
\_\_\_\_\_  
**Victor M. Vaughn, Executive Officer**  
**State Mineral and Energy Board**

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**RESOLUTION # 15-11-014**

(LEGAL & TITLE CONTROVERSY COMMITTEE)

Executive Session  
Chesapeake Louisiana, L.P. v.  
Pintail Properties, LLC, et al.,  
Docket No. 35565, 39<sup>th</sup> Judicial  
District Court, Red River Parish

**WHEREAS**, a discussion in Executive Session was held regarding the suit entitled: Chesapeake Louisiana, L.P. v. Pintail Properties, LLC, et al., Docket No. 35565, 39<sup>th</sup> Judicial District Court, Red River Parish, State of Louisiana;

**ON MOTION** of Mr. Arnold, seconded by Mr. Brouillette, the following recommendation was offered and unanimously adopted by the Legal and Title Controversy Committee after discussion and careful consideration:

That the State Mineral and Energy Board grant authority to the Attorney General's Office to negotiate settlement of this matter;

**WHEREAS**, after discussion and careful consideration of the foregoing request and the recommendation of the Legal and Title Controversy Committee;

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

**NOW THEREFORE, BE IT RESOLVED** that the State Mineral and Energy Board does hereby grant authority to the Attorney General's Office to negotiate settlement of this matter.

## **CERTIFICATE**

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 12th day of November, 2015 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.



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**Victor M. Vaughn, Executive Officer  
State Mineral and Energy Board**

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**RESOLUTION # 15-11-015**

(LEGAL & TITLE CONTROVERSY COMMITTEE)

Executive Session  
Petrohawk Operating Company  
v. Chesapeake Louisiana, L.P.,  
et al., Docket No. 35,903  
39<sup>th</sup> Judicial District Court  
Red River Parish

**WHEREAS**, a discussion in Executive Session was held regarding the suit entitled: Petrohawk Operating Company v. Chesapeake Louisiana, L.P., et al., Docket No. 35,903, 39<sup>th</sup> Judicial District Court, Red River Parish, State of Louisiana;

**ON MOTION** of Mr. Arnold, seconded by Mr. Brouillette, the following recommendation was offered and unanimously adopted by the Legal and Title Controversy Committee after discussion and careful consideration:

That the State Mineral and Energy Board grant authority to the Attorney General's Office to negotiate settlement of this matter;

**WHEREAS**, after discussion and careful consideration of the foregoing request and the recommendation of the Legal and Title Controversy Committee;

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

**NOW THEREFORE, BE IT RESOLVED** that the State Mineral and Energy Board does hereby grant authority to the Attorney General's Office to negotiate settlement of this matter.

## CERTIFICATE

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 12th day of November, 2015 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.



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**Victor M. Vaughn, Executive Officer**  
**State Mineral and Energy Board**

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**RESOLUTION # 15-11-016**

(LEGAL & TITLE CONTROVERSY COMMITTEE)

Executive Session  
QEP Energy Company v. Pintail  
Properties, et al., Docket No.  
35,801, 39<sup>th</sup> Judicial District  
Court, Red River Parish  
State of Louisiana

**WHEREAS**, a discussion in Executive Session was held regarding the suit entitled: QEP Energy Company v. Pintail Properties, et al., Docket No. 35,801, 39<sup>th</sup> Judicial District Court, Red River Parish, State of Louisiana;

**ON MOTION** of Mr. Arnold, seconded by Mr. Brouillette, the following recommendation was offered and unanimously adopted by the Legal and Title Controversy Committee after discussion and careful consideration:

That the State Mineral and Energy Board grant authority to the Attorney General's Office to negotiate settlement of this matter;

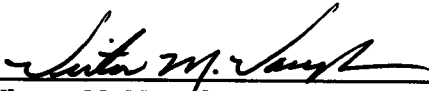
**WHEREAS**, after discussion and careful consideration of the foregoing request and the recommendation of the Legal and Title Controversy Committee;

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

**NOW THEREFORE, BE IT RESOLVED** that the State Mineral and Energy Board does hereby grant authority to the Attorney General's Office to negotiate settlement of this matter.

## **CERTIFICATE**

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 12th day of November, 2015 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.

  
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**Victor M. Vaughn, Executive Officer  
State Mineral and Energy Board**

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**RESOLUTION # 15-11-017**

(LEGAL & TITLE CONTROVERSY COMMITTEE)

Executive Session  
Stroud Petroleum Inc. v. Pintail  
Properties LLC, et al., Docket  
No. 34865, 39th Judicial District  
Court, Red River Parish  
State of Louisiana

**WHEREAS**, a discussion in Executive Session was held regarding the suit entitled: Stroud Petroleum Inc. v. Pintail Properties LLC, et al., Docket No. 34865, 39th Judicial District Court, Red River Parish, State of Louisiana;

**ON MOTION** of Mr. Arnold, seconded by Mr. Brouillette, the following recommendation was offered and unanimously adopted by the Legal and Title Controversy Committee after discussion and careful consideration:

That the State Mineral and Energy Board grant authority to the Attorney General's Office to negotiate settlement of this matter;

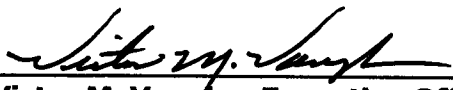
**WHEREAS**, after discussion and careful consideration of the foregoing request and the recommendation of the Legal and Title Controversy Committee;

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

**NOW THEREFORE, BE IT RESOLVED** that the State Mineral and Energy Board does hereby grant authority to the Attorney General's Office to negotiate settlement of this matter.

## **CERTIFICATE**

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 12th day of November, 2015 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.

  
\_\_\_\_\_  
**Victor M. Vaughn, Executive Officer  
State Mineral and Energy Board**

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**RESOLUTION # 15-11-018**

(LEGAL & TITLE CONTROVERSY COMMITTEE)

Executive Session  
State of Louisiana v. ASA  
Properties, et al., Docket No.  
72779, Division B, 42<sup>nd</sup> Judicial  
District Court, DeSoto Parish,  
State of Louisiana

**WHEREAS**, a discussion in Executive Session was held regarding the suit entitled: State of Louisiana v. ASA Properties, et al., Docket No. 72779, Division B, 42<sup>nd</sup> Judicial District Court, DeSoto Parish, State of Louisiana;

**ON MOTION** of Mr. Arnold, seconded by Mr. Brouillette, the following recommendation was offered and unanimously adopted by the Legal and Title Controversy Committee after discussion and careful consideration:

That the State Mineral and Energy Board grant authority to the Attorney General's Office to negotiate settlement of this matter;

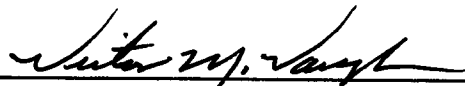
**WHEREAS**, after discussion and careful consideration of the foregoing request and the recommendation of the Legal and Title Controversy Committee;

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

**NOW THEREFORE, BE IT RESOLVED** that the State Mineral and Energy Board does hereby grant authority to the Attorney General's Office to negotiate settlement of this matter.

## **CERTIFICATE**

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 12th day of November, 2015 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.



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**Victor M. Vaughn, Executive Officer  
State Mineral and Energy Board**



# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**RESOLUTION # 15-11-019**

(LEGAL & TITLE CONTROVERSY COMMITTEE)

Executive Session  
BHP Billiton Petroleum  
Properties (NA), L.P. v. Ernest  
H. Turner, et al  
Docket No. 145647, 26<sup>th</sup> JDC  
Bossier Parish

**WHEREAS**, a discussion in Executive Session was held regarding the suit entitled: BHP Billiton Petroleum Properties (NA), L.P. v. Ernest H. Turner, et al., Docket No. 145647, 26<sup>th</sup> Judicial District Court, Bossier Parish, State of Louisiana;

**ON MOTION** of Mr. Arnold, seconded by Mr. Brouillette, the following recommendation was offered and unanimously adopted by the Legal and Title Controversy Committee after discussion and careful consideration:

That the State Mineral and Energy Board grant authority to the Attorney General's Office to negotiate settlement with one of the parties in this matter;

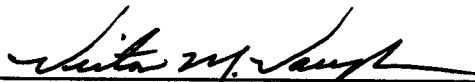
**WHEREAS**, after discussion and careful consideration of the foregoing request and the recommendation of the Legal and Title Controversy Committee;

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

**NOW THEREFORE, BE IT RESOLVED** that the State Mineral and Energy Board does hereby grant authority to the Attorney General's Office to negotiate settlement with one of the parties in this matter.

## CERTIFICATE

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 12th day of November, 2015 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.



**Victor M. Vaughn, Executive Officer  
State Mineral and Energy Board**

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**RESOLUTION # 15-11-020**

(LEGAL & TITLE CONTROVERSY COMMITTEE)

Executive Session  
Helis Oil & Gas Co., L.L.C. v.  
State of Louisiana, et al.  
Docket No. 52-061, Division B,  
25<sup>th</sup> JDC, Plaquemines Parish,  
State of Louisiana

**WHEREAS**, a discussion in Executive Session was held regarding the suit entitled: Helis Oil & Gas Co., L.L.C. v. State of Louisiana, et al., Docket No. 52-061, Division B, 25<sup>th</sup> Judicial District Court, Plaquemines Parish, State of Louisiana;

**ON MOTION** of Mr. Arnold, seconded by Mr. Brouillette, the following recommendation was offered and unanimously adopted by the Legal and Title Controversy Committee after discussion and careful consideration:

That the State Mineral and Energy Board grant authority to the Attorney General's Office to negotiate settlement of this matter;

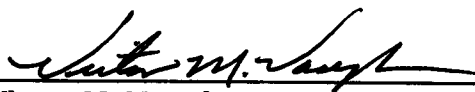
**WHEREAS**, after discussion and careful consideration of the foregoing request and the recommendation of the Legal and Title Controversy Committee;

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

**NOW THEREFORE, BE IT RESOLVED** that the State Mineral and Energy Board does hereby grant authority to the Attorney General's Office to negotiate settlement of this matter.

## **CERTIFICATE**

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 12th day of November, 2015 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.

  
\_\_\_\_\_  
**Victor M. Vaughn, Executive Officer**  
**State Mineral and Energy Board**

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**RESOLUTION # 15-11-021**

Executive Session  
Re: The Stephen W. Adams  
and JUSTLOTY, L.L.C. demand

(LEGAL & TITLE CONTROVERSY COMMITTEE)

**WHEREAS**, a discussion in Executive Session was held regarding the Stephen W. Adams and JUSTLOTY, L.L.C. demand regarding Coushatta Bayou mineral ownership in Section 7 & 8, T13N-R10W, Red River Parish, State of Louisiana;

**ON MOTION** of Mr. Arnold, seconded by Mr. Brouillette, the following recommendation was offered and unanimously adopted by the Legal and Title Controversy Committee after discussion and careful consideration:

That the State Mineral and Energy Board grant authority to the Attorney General's Office to negotiate settlement of this matter;

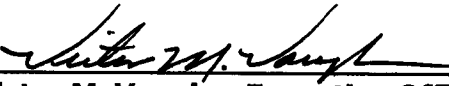
**WHEREAS**, after discussion and careful consideration of the foregoing request and the recommendation of the Legal and Title Controversy Committee;

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

**NOW THEREFORE, BE IT RESOLVED** that the State Mineral and Energy Board does hereby grant authority to the Attorney General's Office to negotiate settlement of this matter.

## **CERTIFICATE**

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 12th day of November, 2015 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.

  
\_\_\_\_\_  
**Victor M. Vaughn, Executive Officer**  
**State Mineral and Energy Board**

**BOBBY JINDAL**  
GOVERNOR



**STEPHEN CHUSTZ**  
SECRETARY

**State of Louisiana**  
**DEPARTMENT OF NATURAL RESOURCES**  
**OFFICE OF MINERAL RESOURCES**  
**STATE MINERAL AND ENERGY BOARD**

**DOCKET REVIEW COMMITTEE REPORT**

The Docket Review Committee convened at 10:43a.m. on Thursday, November 12, 2015. Board Members present were Mr. Stephen Chustz, DNR Secretary, Mr. W. Paul Segura, Jr., Mr. Thomas L. Arnold, Jr., Mr. Emile Cordaro, Mr. Darryl D. Smith and Mr. Dan R. Brouillette.

The Committee made the following recommendations:

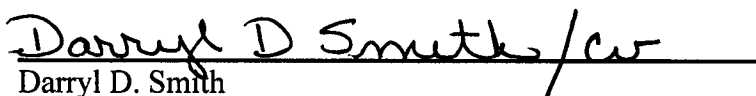
Approve all Assignments on pages 2 through 9.

Approve the following items upon recommendation of the Legal and Title Controversy Committee: Docket Item No. 15-29 on page 10;

Upon Motion of Mr. Segura, seconded by Mr. Cordaro, the committee voted unanimously to accept the staff's recommendations.

There being no further business to come before the committee, upon motion of Mr. Brouillette, and seconded by Mr. Segura, the committee voted unanimously to adjourn the meeting at 10:45 a.m.

Respectfully submitted,

  
Darryl D. Smith  
Docket Review Committee

Refer to Board Meeting Minutes for any action taken by the Board regarding matters in this report.

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #15-11-022 (DOCKET REVIEW COMMITTEE)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 1 from the November 12, 2015 Meeting be approved, said instrument being an Assignment from Border Exploration, L.L.C. to Wildhorse Resources II, LLC of all of Assignor's right, title and interest in and to State Lease No. 21570, Ouachita Parish, Louisiana, with further particulars being stipulated in the instrument.

Wildhorse Resources II, L.L.C. is designated as the joint account Lessee (contact person) 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, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he 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 12th day of November, 2015, 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.

  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #15-11-023 (DOCKET REVIEW COMMITTEE)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 2 from the November 12, 2015 Meeting be approved, said instrument being an Assignment from Border Exploration, L.L.C. to Wildhorse Resources II, L.L.C. of all of Assignor's right, title and interest in and to State Lease No. 21569, Union Parish, Louisiana, with further particulars being stipulated in the instrument.

Wildhorse Resources II, L.L.C. is designated as the joint account Lessee (contact person) 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, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he 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 12th day of November, 2015, 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.

  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #15-11-024 (DOCKET REVIEW COMMITTEE)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 3 from the November 12, 2015 Meeting be approved, said instrument being an Assignment from Antrim Exploration, L.L.C. to Wildhorse Resources II, L.L.C. of all of Assignor's right, title and interest in and to State Lease Nos. 21586, 21605 and 21606, Lincoln Parish, Louisiana, with further particulars being stipulated in the instrument.

Wildhorse Resources II, L.L.C. is designated as the joint account Lessee (contact person) 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, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he 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 12th day of November, 2015, 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.

  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

Resolution #15-11-025  
(DOCKET REVIEW COMMITTEE)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 4 from the November 12, 2015 Meeting be approved, said instrument being an Assignment from V & C Energy Limited Partnership of an undivided interest to the following in the proportions set out below:

Source Petroleum, Inc.	3.75% of 8/8ths
Main Energy, Inc.	1.60% of 8/8ths

in and to State Lease No. 17339, Lafourche Parish, Louisiana, with further particulars being stipulated in the instrument.

HK Energy, LLC is designated as the joint account Lessee (contact person) 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, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he 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 12th day of November, 2015, 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.

  
State Mineral and Energy Board



# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #15-11-026 (DOCKET REVIEW COMMITTEE)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 5 from the November 12, 2015 Meeting be approved, said instrument being an Assignment from V & C Energy Limited Partnership to Southern Bay Oil & Gas, L.P., of all of Assignor's right, title and interest in and to State Lease No. 17339, Lafourche Parish, Louisiana, with further particulars being stipulated in the instrument.

HK Energy, LLC is designated as the joint account Lessee (contact person) 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, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he 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 12th day of November, 2015, 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.

  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #15-11-027 (DOCKET REVIEW COMMITTEE)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 6 from the November 12, 2015 Meeting be approved, said instrument being an Assignment from Source Petroleum, Inc. to Southern Bay Louisiana, L.P. of all of Assignor's right, title and interest in and to State Lease No. 17339, Lafourche Parish, Louisiana, with further particulars being stipulated in the instrument.

HK Energy, LLC is designated as the joint account Lessee (contact person) 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, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he 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 12th day of November, 2015, 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.

  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #15-11-028 (DOCKET REVIEW COMMITTEE)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 7 from the November 12, 2015 Meeting be approved, said instrument being an Assignment from Southern Bay Oil & Gas, L.P. to FMMury Energy, L.L.C. of an undivided .50% of 8/8<sup>th</sup> interest in and to State Lease No. 17339, Lafourche Parish, Louisiana, with further particulars being stipulated in the instrument.

HK Energy, LLC is designated as the joint account Lessee (contact person) 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 non-signatory 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, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he 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 12th day of November, 2015, 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.

  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #15-11-029 (DOCKET REVIEW COMMITTEE)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 8 from the November 12, 2015 Meeting be approved, said instrument being an Assignment from Southern Bay Louisiana, L.P. to Southern Bay Oil & Gas, L.P. of all of Assignor's right, title and interest in and to State Lease No. 17339, Lafourche Parish, Louisiana, **INSOFAR AND ONLY INSOFAR AS** said lease is part of the Noble Energy, Inc. No. 1 Louisiana Land and Exploration Well ("Perrin #1 Well), with further particulars being stipulated in the instrument.

HK Energy, LLC is designated as the joint account Lessee (contact person) 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, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he 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 12th day of November, 2015, 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.

  
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State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #15-11-030 (DOCKET REVIEW COMMITTEE)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 9 from the November 12, 2015 Meeting be approved, said instrument being an Assignment from Southern Bay Louisiana, L.P. to Southern Bay Oil & Gas, L.P. of all of Assignor's right, title and interest in and to State Lease No. 17339, Lafourche Parish, Louisiana, **INSOFAR AND ONLY INSOFAR AS** said lease is part of the Noble Energy, Inc. No. 1 Louisiana Land and Exploration Company Well (LL&E #1 Well) **AND INSOFAR AND ONLY INSOFAR AS** said lease is a part of the Noble Energy, Inc. No. 1 Juanita Perrin Folse Well (Folse #1 Well), with further particulars being stipulated in the instrument.

HK Energy, LLC is designated as the joint account Lessee (contact person) 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, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he 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 12<sup>th</sup> day of November, 2015, 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.

  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #15-11-031 (DOCKET REVIEW COMMITTEE)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 10 from the November 12, 2015 Meeting be approved, said instrument being a Merger whereby Southern Bay Oil & Gas, L.P. is merging with and into Southern Bay Energy Acquisition, LLC, affecting State Lease Nos. 4318, 13006, 13292 and 17339, Lafourche and Pointe Coupee 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, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he 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 12th day of November, 2015, 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.

  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #15-11-032 (DOCKET REVIEW COMMITTEE)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 11 from the November 12, 2015 Meeting be approved, said instrument being a Change of Name whereby Southern Bay Energy Acquisition, LLC is changing its name to Southern Bay Energy, LLC, affecting State Lease Nos. 4318, 13006, 13292 and 17339, Lafourche and Pointe Coupee 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, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he 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 12th day of November, 2015, 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.

  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #15-11-033 (DOCKET REVIEW COMMITTEE)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 12 from the November 12, 2015 Meeting be approved, said instrument being a Change of Name whereby Southern Bay Energy, LLC is changing its name to HK Energy, LLC, affecting State Lease Nos. 4318, 13006, 13292 and 17339, Lafourche and Pointe Coupee 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, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he 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 12th day of November, 2015, 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.

  
State Mineral and Energy Board



# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #15-11-034 (DOCKET REVIEW COMMITTEE)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 13 from the November 12, 2015 Meeting be approved, said instrument being an Assignment from Janivo Realty, Inc. to Triangle Exploration and Drilling Corporation of an undivided 3.108% right, title and interest in and to State Lease Nos. 13893 and 14357, Cameron Parish, Louisiana, with further particulars being stipulated in the instrument.

Triangle Exploration and Drilling Corporation is designated as the joint account Lessee (contact person) 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;

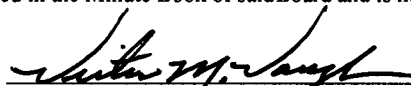
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he 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 12th day of November, 2015, 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.

  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #15-11-035 (DOCKET REVIEW COMMITTEE)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 14 from the November 12, 2015 Meeting be approved, said instrument being an Assignment from Howard Energy Co., Inc. to Yuma Exploration and Production Company, Inc. of all of Assignor's right, title and interest in and to State Lease Nos. 17277, 17278, 17279, 18043 and 18194, St. Bernard Parish, Louisiana, with further particulars being stipulated in the instrument.

Yuma Exploration and Production Company, Inc. is designated as the joint account Lessee (contact person) 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, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he 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 12th day of November, 2015, 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.

  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #15-11-036 (DOCKET REVIEW COMMITTEE)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 15 from the November 12, 2015 Meeting be approved, said instrument being an Assignment from Energy Properties, Inc. of 50% of Assignor's right, title and interest to the following in the proportions set out below:

P Squared Oil LLC	30%
Conn Energy Group, LLC	10%
Roloheck Enterprises LLC	10%

in and to State Lease No. 21397, Beauregard and Calcasieu Parishes, Louisiana, with further particulars being stipulated in the instrument.

Energy Properties, Inc. is designated as the joint account Lessee (contact person) 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;

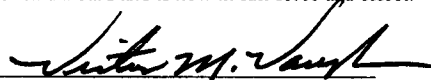
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he 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 12th day of November, 2015, 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.

  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #15-11-037 (DOCKET REVIEW COMMITTEE)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 16 from the November 12, 2015 Meeting be approved, said instrument being an Assignment from Sabine Interests, L.L.C. to Day Dreams Resources, LLC a .1000% working interest before payout and a .0800% working interest after payout in and to State Lease No. 19930, Concordia Parish, Louisiana, with further particulars being stipulated in the instrument.

Day Dreams Resources, LLC is designated as the joint account Lessee (contact person) 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;

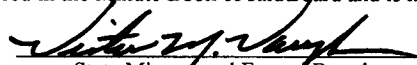
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he 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 12th day of November, 2015, 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.

  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #15-11-038 (DOCKET REVIEW COMMITTEE)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 17 from the November 12, 2015 Meeting be approved, said instrument being an Assignment from Day Dreams Resources, LLC to Jerry P. Ogden a .02500% working interest before payout and a .02000% working interest after payout in and to State Lease No.19930, Concordia Parish, Louisiana, with further particulars being stipulated in the instrument.

Bay Gas, LLC is designated as the joint account Lessee (contact person) 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;

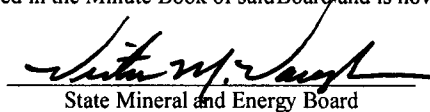
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he 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 12th day of November, 2015, 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.

  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #15-11-039 (DOCKET REVIEW COMMITTEE)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 18 from the November 12, 2015 Meeting be approved, said instrument being an Assignment from Day Dreams Resources, LLC to Thomas W. Benson a .07500% working interest before payout and a .06000% working interest after payout in and to State Lease No. 19930, Concordia Parish, Louisiana, with further particulars being stipulated in the instrument.

Bay Gas, LLC is designated as the joint account Lessee (contact person) 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;

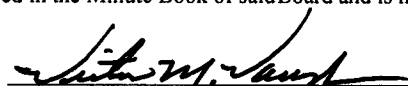
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he 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 12th day of November, 2015, 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.

  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #15-11-040 (DOCKET REVIEW COMMITTEE)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 19 from the November 12, 2015 Meeting be approved, said instrument being an Assignment from Richard Lyons & Associates, LLC to J.P. Oil Company, LLC of all of Assignor's right, title and interest in and to State Lease No. 21550, St. Landry Parish, Louisiana, with further particulars being stipulated in the instrument.

J.P. Oil Company, LLC is designated as the joint account Lessee (contact person) 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, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he 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 12th day of November, 2015, 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.

  
State Mineral and Energy Board

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**Resolution #15-11-041**  
**(DOCKET REVIEW COMMITTEE)**

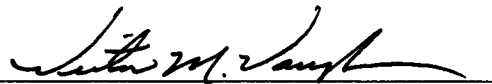
On motion of Mr. Segura, seconded by Mr. Cordaro, the following Resolution was offered and adopted:

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 15-29 from the November 12, 2015, Meeting be approved, said instrument being an Act of Correction by and between the State of Louisiana, through the Louisiana State Mineral and Energy Board and Hilcorp Energy I, L.P., whereas said parties desire to amend, correct and conform the royalties appearing in paragraphs 6(a), 6(b) and 6(e) of the lease to correctly read "16.667%", affecting State Lease No. 21454, Vermilion Parish, Louisiana, with further particulars being stipulated in the instrument.

BE IT FURTHER RESOLVED that either the Chairman, Vice-Chairman, Secretary, Deputy Assistant Secretary, Chief Landman or any other authorized person be and he is hereby authorized to reflect the approval of the instrument by signing said instrument for the Board.

## 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 12th day of November, 2015 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.

  
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State Mineral and Energy Board