

# **MINUTES**

## **STATE MINERAL AND ENERGY BOARD**

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

**SEPTEMBER 14, 2016**

**OPENING OF BIDS**  
**SEPTEMBER 14, 2016**

A public meeting for the purpose of opening sealed bids was held on Wednesday, September 14, 2016, beginning at 8:30 a.m. in the LaBelle Room, First Floor, LaSalle Office Building, Baton Rouge, Louisiana.

Recorded as present were:

David Boulet, Assistant Secretary of the Office of Mineral Resources  
Rachel Newman, Director-Mineral Income Division  
Emile Fontenot, Assistant Director-Petroleum Lands Division  
James Devitt, Attorney-DNR Office of the Secretary

Mr. David Boulet 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. Boulet read the letter as follows:

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

September 14, 2016

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. 44583 through 44603, 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. Boulet then stated that there were no letters of protest received for today's Lease Sale.

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

**INLAND TRACTS**

No Bids	Tract 44583	
No Bids	Tract 44584	
No Bids	Tract 44585	
No Bids	Tract 44586	
Bidder	Tract 44587	Angelle & Donohue Oil & Gas Properties, Inc.
Primary Term	:	Three (3) years
Cash Payment	:	\$23,800.00
Annual Rental	:	\$11,900.00
Royalties	:	22.500% on oil and gas
Additional Consideration	:	22.500% on other minerals
		None
No Bids	Tract 44588	
No Bids	Tract 44589	
No Bids	Tract 44590	
No Bids	Tract 44591	
No Bids	Tract 44592	
No Bids	Tract 44593	
No Bids	Tract 44594	

Tract 44595  
(Portion – 463.980 acres)

Bidder	:	Hilcorp Energy I, L.P.
Primary Term	:	Three (3) years
Cash Payment	:	\$92,796.00
Annual Rental	:	\$46,398.00
Royalties	:	21.000% on oil and gas
	:	21.000% on other minerals
Additional Consideration	:	None

Tract 44596  
(Portion – 1.754 acres)

Bidder	:	Hilcorp Energy I, L.P.
Primary Term	:	Three (3) years
Cash Payment	:	\$350.80
Annual Rental	:	\$175.40
Royalties	:	25.000% on oil and gas
	:	25.000% on other minerals
Additional Consideration	:	None

**STATE AGENCY TRACTS**

Tract 44597

No Bids

Tract 44598

No Bids

Tract 44599

No Bids

Tract 44600

Bidder	:	Angelle & Donohue Oil & Gas Properties, Inc.
Primary Term	:	Three (3) years
Cash Payment	:	\$34,048.00
Annual Rental	:	\$17,024.00
Royalties	:	22.500% on oil and gas
	:	22.500% on other minerals
Additional Consideration	:	None

Tract 44601

No Bids

Tract 44602

No Bids

**SHERBURNE WMA TRACT**

Tract 44603

Bidder	:	CICO Oil & Gas Company
Primary Term	:	Three (3) years
Cash Payment	:	\$5,250.00
Annual Rental	:	\$2,625.00
Royalties	:	25.000% on oil and gas
	:	25.000% on other minerals
Additional Consideration	:	None

This concluded the reading of the bids.

There being no further business, the meeting was concluded at 8:37 a.m.

**REGULAR MEETING  
SEPTEMBER 14, 2016**

The Regular Meeting of the State Mineral and Energy Board was held on **Wednesday, September 14, 2016**, beginning at 9:34 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 Mr. David W. Boulet, Assistant Secretary of the Office of Mineral Resources, to call the roll for the purpose of establishing a quorum.

**Thomas L. Arnold, Jr., Chairman**  
**W. Paul Segura, Jr., Vice-Chairman**  
**Thomas F. Harris, DNR Secretary**  
**Carol R. LeBlanc**  
**J. Todd Hollenshead**  
**Gregory Carter**  
**Rochelle A. Michaud-Dugas**

The following members of the Board were recorded as absent:

**Emile B. Cordaro**  
**Theodore M. "Ted" Haik, Jr.**  
**Robert D. Watkins**  
**Johnny B. Bradberry**

Mr. Boulet announced that seven (7) members of the Board were present and that a quorum was established.

Also recorded as present were:

**David W. Boulet** - Assistant Secretary of the Office of Mineral Resources  
**Ryan Seidemann** - Assistant Attorney General  
**Rachel Newman** - Director, Mineral Income Division  
**Jason Talbot** – Geologist Supervisor, Geological & Engineering Division  
**Emile Fontenot** - Assistant Director, Petroleum Lands Division  
**Macy Dennis** – Land Manager, Petroleum Lands Division  
**James Devitt** - Deputy General Counsel, Department of Natural Resources

The Chairman stated that the first order of business was the approval of the August 10, 2016 Minutes. A motion was made by Mr. Hollenshead to adopt the Minutes as submitted and to waive reading of same. His motion was seconded by Mr. Harris and unanimously adopted by the Board. (No public comment was made at this time.)

The Chairman then stated that the next order of business would be the adoption of the Staff Reports and Resolutions. Upon motion of Mr. Segura, seconded by Mr. Hollenshead, the recommendations for the following respective Reports and Resolutions were unanimously adopted by the Board:

- a) Lease Review Report \*
- b) Nomination and Tract Report \*
- c) Audit Report \*
- d) Legal and Title Controversy Report \*
- e) Docket Review Report \*

*\* Staff Reports and Resolutions will immediately follow this page*

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

### **I. Geological and Engineering Staff Review**

According to the SONRIS database, there were 1,400 active State Leases containing approximately 590,000 acres. Since the last Lease Review Board meeting, the Geological and Engineering Division reviewed 143 leases covering approximately 48,000 acres for lease maintenance and development issues.

### **II. Board Review**

Jason Talbot, Geologist Supervisor, made the following report on State Lease 340-G, West Cote Blanche Bay, Designated Areas 1 through 5, Iberia, St. Mary and Vermilion Parishes: This lease portion and its associated designated areas were subject to a development/release schedule starting June 1, 2014 with the goal to encourage development or release acreage. The parties were unable to drill any new wells and therefore, in lieu thereof, released acreage. The total acreage in the designated areas prior to the schedule was approximately 15,000 acres and the total released to-date is approximately 9,000 acres. The remaining balance is due to be released within the next thirty (30) days. Included in this update is a map illustrating what remains to be released.

### **III. Force Majeure**

#### Force Majeure Report Summary - Updated September 1, 2016

<b>Company Name</b>	<b>Lease Numbers</b>
<b>Leases Off Production Due to Non-Storm Related Force Majeure Events</b>	
<b>Sanchez Oil &amp; Gas Corporation</b>	<b>1462 (11/9/2016)</b>



## SONRIS

## Staff Reviews

Report run on: September 15, 2016 1:53 PM

District Code 1 New Orleans- East

Get Review Date September 14, 2016

Well ID	Block	SL	Area	Area	Area	Notes
01230	BRETON SOUND BLOCK 20 , BRETON SOUND BLOCK 36 , BRETON SOUND BLOCK 37	228447-SL 1230-002 10/11/2003	2000	3800		SEP SAR 8/25/16 DP - HBP - 1 UNIT WRITING LETTER TO TPIC FOR POD
01237	BRETON SOUND BLOCK 36	BRS36 4900 RA NVU 11/01/1990	0	647		SEP SAR 8/25/16 DP AR - LEASE EXPIRED; ROUTE SHEET STARTED;;
02001	BRETON SOUND BLOCK 36	BRS36 4900 RA NVU 11/01/1990	0	601.5		AUG AR 8/25/16 DP AR - LEASE EXPIRED; ROUTE SHEET STARTED;;
12002	MAIN PASS BLOCK 31	220.47 07/10/2008	283.005	283.005		SEP AR 8/25/16 DP AR - HBP - 1 UNIT;;
12806	BRETON SOUND BLOCK 45 , BRETON SOUND BLOCK 53	UV B RA VUA;SL 17675 03/10/2004	758.41	921.53		SEP AR 8/25/16 DP AR - PARTIALLY HBP - 1 UNIT, ROUTE SHEET STARTED;;
15683	BRETON SOUND BLOCK 53	UV 3B RA VUA;SL 19051 01/12/2011	46.82	279.23		SEP AR 8/25/16 DP AR - PARTIALLY HBP - 1 UNIT, ROUTE SHEET STARTED;;
16664	MAIN PASS BLOCK 47	CIB C 1A RA SUA;SL 16664 05/21/2002 1331-E 02-265	0	602.66		SEP AR 8/25/16 DP SAR - HBP - 4 SL WELLS SHUT-IN WRITING LETTER TO LOBO FOR POD;;
16736	BRETON SOUND BLOCK 53	593.5 04/13/2006	0	160.76		SEP AR 8/25/16 DP AR - LEASE EXPIRED; NO PRODUCTION SINCE 1/2016, ROUTE SHEET STARTED;;
16737	BRETON SOUND BLOCK 53	145.25 04/13/2006	0	7.77		SEP AR 8/25/16 DP AR - LEASE EXPIRED; NO PRODUCTION SINCE 1/2016, ROUTE SHEET STARTED;;
16738	BRETON SOUND BLOCK 53	171.66 04/13/2006	0	23.77		SEP AR 8/25/16 DP AR - LEASE EXPIRED; NO PRODUCTION SINCE 1/2016, ROUTE SHEET STARTED;;
16849	MAIN PASS BLOCK 47	235675-BA BB RA SUA;SL 16849-002-ALT 06/05/2007	122.23	122.23		SEP AR 8/25/16 DP AR - HBP - 1 UNIT;;
16851	MAIN PASS BLOCK 47	BA BB RA SUA;SL 16849 10/29/2002 1331-F 06-633	63.36	63.36		SEP AR 8/25/16 DP QR - HBP - 1 UNIT;;
17546	LAKE BORGNE	85.92 07/30/2003	185.56	185.56		SEP AR 8/26/16 DP AR - HBP - 1 VU;;
18622	POINTE A LA HACHE	28.631 08/20/2007	.369	.369		SEP AR 8/30/16 DP AR - HBP - 1 UNIT;;
19277	STUARDS BLUFF, EAST	142.718 06/04/2010	0	162.282		SEP AR 8/30/16 DP AR - LEASE EXPIRED 11/2011; REC'D RELEASE, WAITING ON CORRECTION;;
19391	BRETON SOUND BLOCK 53	VUD; 12/10/2014	572.71	572.71		SEP AR 8/30/16 DP AR - HBP - 1 VU
19563	STUARDS BLUFF, EAST	72.955 06/04/2010	0	59.335		SEP AR 8/30/16 DP AR - LEASE EXPIRED 11/2011; REC'D

**SONRIS****Staff Reviews**

Report run on: September 15, 2016 1:53 PM

District Code 1 New Orleans- East

Get Review Date September 14, 2016

Case No.	DA	Block	Latest Lease Activity	Proposed Acreage	Present Acreage	Notes for Review
19706		COQUILLE BAY		108	108	RELEASE, WAITING ON CORRECTION;;
20967		MAIN PASS BLOCK 35	VUA;SL 20482 05/14/2014	239.68	239.68	SEP PT; SEP AR 8/30/16 DP AR - HBP - 1 VU
20968		MAIN PASS BLOCK 35	VUA;SL 20482 05/14/2014	1.02	159.99	SEP AR 8/30/16 DP AR - PARTIALLY HBP - 1 VU; ROUTE SHEET STARTED FOR OUTSIDE ACREAGE;;
21434				0	912	SEPT. PT 06/11/2017 SEP AR 8/30/16 DP AR - HELD BY RENTAL PAID 5/18/2016;;

## SONRIS

## Staff Reviews

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District Code 1W New Orleans- West

Get Review Date September 14, 2016

Case No	Field	Unit/Lease/Activity	Productive Acreage	Present Acreage	Comments
00328B	LAKE LONG	630 01/09/2014	418.5	1334	SEP. AR 8/29/16 MS AR, LEASE HELD BY UNIT PRODUCTION FROM 5500 RB SUA; SL328
00356D	QUEEN BESS ISLAND	LBLD RB SUA;SL 17617  747-D-4	64.85	4159	SEP. 8/29/16 MS AR, LEASE HELD BY UNIT PRODUCTION FROM 15800 RB SUA;SL17432
00800	GRAND ISLE BLOCK 16	SL 800	1364	3075.41	SEP. AR 8/29/16 MS AR, LEASE IS HELD BY PRODUCTION FROM STATE FEDERAL UNIT GI 16 VOL COMP UNIT
01922	BURRWOOD , SOUTH PASS BLOCK 24 , SOUTH PASS BLOCK 24 OFFSHORE(8453 7/97 , WEST DELTA BLOCK 83	8000 (S) RH SUH;SL 978  227-A-2 98-781	1681	2000	SEP. AR 8/29/16 MS AR, LEASE HELD BY UNIT PRODUCTION FROM 6500 RA SUA, 10100 RB SUA, BURR T RA SU, SPB24 8000 RS SU, VU3;USA, VUG;SL 1922, WDB83 10100 C SU, 10600 RA SUA;SL 2565, 10500 VUA, BURR 6900 L2 RD NVU, SPB24 8200 RT SU
03212	BASTIAN BAY	5300 RA SUA; 12/01/2015 339-RRRR 15-667	17.26	139	SEPT.. AR 8/29/16 MS AR, LEASE HELD BY UNIT PRODUCTION FROM THE DSIC 12 RA SUA, 5300 RA SUA AND N-S3 RA SUA; LL&E FEE
03262	BASTIAN BAY	S 3 RE SUA;J S ABERCROMBIE 06/03/2014 339-DD-12 14-304	3.24	97.39	SEP. AR 8/29/16 MS AR, LEASE HELD BY UNIT PRODUCTION FROM SE S3 RB SUA;J S ABERCROMBIE AND S 3 RE SUA;J S ABERCROMBIE
04746	MANCHAC POINT	MARG H B RA SUA;SL 5021  807-L 07-99	192	192	SEP AR 8/29/16 MS AR, LEASE HELD BY UNIT PRODUCTION FROM MARG HA RA SUA;SL 5021
05021	MANCHAC POINT	MARG H B RA SUA;SL 5021  807-L 07-99	145	185	SEP AR 8/29/16 MS AR, LEASE HELD BY UNIT PRODUCTION FROM MARG HA RA SUA;SL 5021
07394	TIMBALIER BAY OFFSHORE	TB NVUA 08/01/1989	49.028	49.028	SEP. AR 8/29/16 MS AR, LEASE HELD BY PRODUCTION FROM UNIT TB NVUA
08512	BAY BATISTE	28 RA SUA;SL 9570 04/01/1996	29.778	234.803	SEP. AR 8/29/16 MS AR, LEASE HELD BY PRODUCTION FROM UNITS 29 RC SUA;SL 9570
18010	LITTLE LAKE	61.319 09/02/2014	83.681	83.681	SEP. AR 8/29/16 MS AR, LEASE HELD BY UNIT PRODUCTION FROM E-2 RA SUA;LL&E, E-4 RB SUA;LL&E, L TP 6 RA SUA;SL19864,E RA SUA;J FISHER HEIRS
18651	DELTA FARMS		169.99	169.99	SEP. AR 8/29/16 MS AR, LEASE HELD BY LEASE PRODUCTION WELL (OIL)
20626	LAKE SALVADOR , LAKE SALVADOR, WEST	254.049 06/24/2015	467.891	467.891	SEP. AR 8/29/16 MS AR, LEASE HELD BY UNIT PRODUCTION FROM CRIS I RB SUA

## SONRIS

## Staff Reviews

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District Code 1W New Orleans- West

Get Review Date September 14, 2016

Lease Num	LA	Field	Latest Lease Activity	Prognostic Average	Present Average	Revised for 9/29/16
20627		LAKE SALVADOR, WEST	245575-CRIS I RA SUA;SL 20627-002-ALT 11/02/2012	219	219	SEP. AR 8/29/16 MS AR, LEASE HELD BY UNIT PRODUCTION FROM CRIS I RA SUA;SL 20627
20645		LAKE SALVADOR, WEST	244757-CRIS I RA SUA;SL 20645-002 06/12/2012	151.96	151.96	SEP. AR 8/29/16 MS AR, LEASE HELD BY UNIT PRODUCTION FROM CRIS I RA SUA;SL 20627
20972		LEEVILLE	14-2 RA SUA;J N LEFORT ETAL 09/29/2015 617-UU 15-548	9.64	15	SEP. AR 8/29/16 MS AR, LEASE HELD BY UNIT PRODUCTION FROM U95-L96 RB SUA;J N LEFORT ETAL AND DD PAYMENTS
20973		LEEVILLE	U95-L96 RB SUA;J N LEFORT ETAL 09/25/2012 617-KK-1	.596	4	SEP. AR 8/29/16 MS AR, LEASE HELD BY UNIT PRODUCTION FROM U95-L96 RB SUA;J N LEFORT ETAL AND DD PAYMENTS
20974		SOUTH PASS BLOCK 24	349.77 09/10/2013	99.23	99.23	SEP. AR 8/29/16 MS AR, LEASE HELD BY UNIT PRODUCTION FROM 5A-7 RA SUA;SL 20974
21173				0	167.94	SEP. PT 6/12/18 8/29/16 MS AR, LEASE HELD BY RENTALS.
21183		LAKE SALVADOR, WEST	VUA;SL 21183 12/09/2015	285.01	285.01	SEP. PT 6/12/16 8/29/16 AR, LEASE HELD BY UNIT PRODUCTION FROM TRI-C VUA
21187		EMPIRE	.18 07/10/2015	11.82	11.82	SEP. PT 6/12/16 8/31/16 MS AR, LEASE HELD BY PRODUCTION FROM VUA;SL 18165.
21576		LEEVILLE	9800 RA SUA; 07/29/2014 617-RR 14-386	3.3	6	SEPT. PT 06/10/2018 8/29/16 MS AR, LEASE HELD BY PRODUCTION FROM 9800 RA SUA AND RENTALS

## SONRIS

## Staff Reviews

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District Code 2 Lafayette

Get Review Date September 14, 2016

Case No.	PA	Field	Latest Lease Activity	Proposed Acreage	Present Acreage	Planned for Production
00340B		BELLE ISLE	513.701 03/23/2016	2100	4713.99	SEP SAR 8/26/16 AW HBP IN 1 UNIT (L RA SUA); 2 PRODUCING WELLS
00340B		BELLE ISLE, SOUTHWEST	513.701 03/23/2016	2100	4713.99	SEP SAR 8/26/16 AW HBP IN 1 UNIT (L RA SUA); 2 PRODUCING WELLS
00340G	3	COTE BLANCHE BAY, WEST	513.701 03/23/2016	0	1719	SEP LR SAR 8/26/16 AW NO PRODUCING WELLS; LEASE IS ON AN ACREAGE RELEASE SCHEDULE
00340G	2	COTE BLANCHE BAY, WEST	513.701 03/23/2016	0	267	SEP LR SAR 8/26/16 AW NO PRODUCING WELLS; LEASE IS ON AN ACREAGE RELEASE SCHEDULE
00340G	5	COTE BLANCHE BAY, WEST	513.701 03/23/2016	0	1214	SEP LR SAR 8/26/16 NO PRODUCING WELLS; LEASE IS ON AN ACREAGE RELEASE SCHEDULE
00340G	1	COTE BLANCHE BAY, WEST	513.701 03/23/2016	0	1908	SEP LR SAR 8/26/16 AW NO PRODUCING WELLS; LEASE IS ON AN ACREAGE RELEASE SCHEDULE
00340G	4	COTE BLANCHE BAY, WEST	513.701 03/23/2016	0	1908	SEP LR SAR 8/26/16 AW NO PRODUCING WELLS; LEASE IS ON AN ACREAGE RELEASE SCHEDULE
00532		AVERY ISLAND	98 08/30/2013	34	117	SEP. AR 8/26/16 AW HBP IN 2 UNITS (UL-4RK SUA, BF 4 RA SUA); 2 PRODUCING WELLS
00743		WEEKS ISLAND	T RE SUA; 06/16/2015 146-L-8 15-363	158.62	158.62	SEP. AR 8/26/16 AW HBP IN 14 UNITS (U RF SUA, V RF SUA, S RF SUA, T RF SUA, CM RA SUJ, T RE SUA, T RG SUA, U RA SUA, CM RA SUI, CM RA SUH, CM RA SUD, CM RA SUL, CM RA SUK, T RH SUA); 15 PRODUCING WELLS
02024		BAYOU BOUILLON	249570-SUGARBERRY O&G CORP-005 04/20/2016	94	720	SEP. AR 8/26/16 AW HBP IN 3 UNITS (M8 RC SUA, M8 RF SUA, & MARG V RA SUA); 2 PRODUCING WELLS
02276		LAKE SAND	LSA ROB 5 RA SU 216-C-1	422	480.1	SEP. AR 8/26/16 AW HBP IN 2 UNITS (OP 1 RA SU & ROB 5 RA SU); 2 PRODUCING WELLS
15612		WEEKS ISLAND	.064 09/29/2014	.201	.201	SEP. AR 8/26/16 AW HBP IN 3 UNITS (S RF SUA, T RH SUA, U RA SUA); 3 PRODUCING WELLS
16815		RAMOS	17.337 11/22/2005	55.204	55.204	SEP. AR 8/26/16 AW HBP IN 1 UNIT (OPERC C RA SUA); 1 PRODUCING WELL
20367		ATCHAFALAYA BAY	133.82 06/16/2015	20.45	20.45	SEP. AR ATCHAFALAYA DELTA WMA 8/26/16 AW HBP IN 1 UNIT (VUA); 5 PRODUCING WELLS
20368		ATCHAFALAYA BAY	VUA; 12/14/2011	266.75	266.75	SEP. AR ATCHAFALAYA DELTA WMA 8/26/16 AW HBP IN 1

## SONRIS

## Staff Reviews

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District Code 2 Lafayette

Get Review Date September 14, 2016

Lease Num	DA	Field	Latest lease Activity	Productive Acreage	Present Acreage	Flagged for Review in
20369		ATCHAFALAYA BAY	245544-VUA;SL 20369-002 10/22/2012	235.84	235.84	UNIT (VUA); 5 PRODUCING WELLS SEP. AR ATCHAFALAYA DELTA WMA 8/26/16 AW HBP IN 1 UNIT (VUA); 5 PRODUCING WELLS (3 IN LEASE)
20434		KENT BAYOU	47.335 09/24/2012	17.665	17.665	SEP. AR 8/26/16 AW HBP IN 1 UNIT (VUA; CL&F); 1 PRODUCING WELL
20976		BAYOU LONG	EOC-TUSC BL UDS SUA;J MIN LLC 07/02/2013 262-T-1 13-292	40	40	SEP. PT 6/13/15 8/26/16 AW HBP IN 1 UNIT (EOC-TUSC BL UDS SUA); 1 PRODUCING WELL
21137		CAILLOU ISLAND	TEX L RA SUA;SL 1249 04/15/2014 411-EEEEEE 14-187	160.17	225.46	SEP. PT 4/10/18 8/26/16 AW HBP IN 1 UNIT (TEX L RA SUA); 1 PRODUCING WELL
21575				0	36.07	SEPT. PT 06/10/2018 8/26/16 AW RENTAL PAYMENT MADE 6/6/16

## SONRIS

## Staff Reviews

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District Code 3 Lake Charles- North

Get Review Date September 14, 2016

Well ID	Well Name	Latest Lease Acq. Dty	Productive Acres	Proven Reserves	Current Status
00502	CATAHOULA LAKE	241512-WX C RC SU64;SL 502-001-ALT 06/15/2010	120	179	SEP. AR 8/26/16 SR AR - HBP 3 ACTIVE UNITS/ 3 PRODUCING WELLS
00651	DELHI	DELHI HOLT BRYANT SU; 07/01/1976	.06	.06	SEP. AR 8/26/16 SR AR - HBP 1 ACTIVE FIELD WIDE UNIT. 87 PRODUCING WELLS
00652	DELHI	DELHI HOLT BRYANT SU; 07/01/1976	3.036	3.036	SEP. AR 8/26/16 SR AR - HBP 1 ACTIVE FIELD WIDE UNIT. 87 PRODUCING WELLS
00736	DELHI	DELHI MENGEL UGR SU; DELHI UT. 07/01/1976	20	20	SEP. AR 8/26/16 SR AR - HBP 1 ACTIVE FIELD WIDE UNIT. 87 PRODUCING WELLS
00737	DELHI	DELHI MENGEL UGR SU; DELHI UT. 07/01/1976	2.88	2.88	SEP. AR 8/26/16 SR AR - HBP 1 ACTIVE FIELD WIDE UNIT. 87 PRODUCING WELLS
00902	DELHI	DELHI MENGEL UGR SU; DELHI UT. 07/01/1976	3.39	3.39	SEP. AR 8/26/16 SR AR - HBP 1 ACTIVE FIELD WIDE UNIT. 87 PRODUCING WELLS
01461	CATAHOULA LAKE , CATAHOULA LAKE, WEST	40 03/08/2004	221.645	345	SEP. AR 8/26/16 SR AR - HBP 4 ACTIVE UNITS 4 PRODUCING WELLS. ROYALTY NOT BEING PAID ON LUW 043590
01462	CATAHOULA LAKE , CATAHOULA LAKE, WEST	167 03/31/2014	40	40	SEP. AR 8/26/16 SR AR - HBP 1 ACTIVE UNIT. 1 PRODUCING WELL
02178	DELHI	DELHI HOLT BRYANT SU; 07/01/1976	5.78	5.78	SEP. AR 8/26/16 SR AR - HBP 1 ACTIVE FIELD WIDE UNIT. 87 PRODUCING WELLS
02179	DELHI	DELHI HOLT BRYANT SU; 07/01/1976	1.4	1.4	SEP. AR 8/26/16 SR AR - HBP 1 ACTIVE FIELD WIDE UNIT. 87 PRODUCING WELLS
02225	DELHI	DELHI HOLT BRYANT SU; 07/01/1976	3.67	3.67	SEP. AR 8/26/16 SR AR - HBP 1 ACTIVE FIELD WIDE UNIT. 87 PRODUCING WELLS
02231	CADDO PINE ISLAND		80	80	SEP. AR 8/26/16 SR AR - HBP 8 ACTIVE STATE LEASE WELLS
02259	CADDO PINE ISLAND		80	80	SEP. AR 8/26/16 SR AR - HBP 54 ACTIVE STATE LEASE WELLS
02524	GREENWOOD-WASKOM	G W H.L. SU 12/01/1993	328.45	328.45	SEP. AR 8/26/16 SR AR - HBP 2 UNITS 2 PRODUCING WELLS
02630	BETHANY LONGSTREET	HA RA SU78;MCFERREN 36 H 09/10/2009 289-R-49 09-965	81.789	81.789	SEP. AR 8/26/16 SR AR - HBP 1 UNIT 1 PRODUCING WELL
02659	CADDO PINE ISLAND	CAPI VIV RA SU 03/01/1993	1	1	SEP. AR 8/26/16 SR AR - HBP 1 FIELD WIDE UNIT . 12

## SONRIS

## Staff Reviews

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District Code 3 Lake Charles- North

Get Review Date September 14, 2016

Well ID	Field	Lease Name/Activity	Production Acreage	Pressure Acreage	Notes
PRODUCING WELLS					
06037	ELM GROVE	HA RA SUBB;HUTCHINSON 10 H 11/13/2008 361-L-10	7.347	10.27	SEP. AR 8/26/16 SR AR - HBP 2 ACTIVE UNITS 12 PRODUCING WELLS
06316	CEDAR GROVE	HA RA SUV;SMITH 3- 16-13 H 10/26/2010 967-C-14 10-1084	40	40	SEP. AR 8/26/16 SR AR - HBP 2 ACTIVE UNITS. 12 PRODUCING WELLS
10413	CADDO PINE ISLAND	CAPI VIV RA SU 03/01/1993	4	4	SEP AR 8/26/16 SR AR 100% HBP 1 FIELD WIDE UNIT. 12 PRODUCING WELLS
10415	SLIGO	11.647 07/19/2010	26.2	26.2	SEP. AR 8/26/16 SR AR 100% HBP 1 ACTIVE UNIT 2 PRODUCING WELLS
13920	CASPIANA	HA RA SUJJ;FRIERSON 11 H 10/21/2008 191-H-19 08-1596	8.068	8.068	SEP. AR 8/26/16 SR AR 100% HBP 3 UNITS ACTIVE 5 PRODUCING WELLS
14499	SHREVEPORT	PXY RA SUD;WOOLWORTH 02/01/1995	99.228	99.228	SEP. AR 8/26/16 SR AR 100% HBP 1 UNIT ACTIVE 1 PRODUCING WELL
15045	MIDDLEFORK	CV DAVIS RB SUR;ROBERSON 01/01/1996	12	12	SEP. AR 8/26/16 SR AR 100% HBP 1 ACTIVE UNITS 1 PRODUCING WELL
15046	MIDDLEFORK	CV DAVIS RB SUW;FULLER 11/01/1995	14	14	SEP. AR 8/26/16 SR AR 100% HBP 1 ACTIVE UNITS 1 PRODUCING WELL
17877	ELM GROVE	HA RA SUDD;FRIERSON BROS 31 H 11/10/2009 361-L-66 09-1187	10.497	28	SEP. AR 8/26/16 SR AR - 100% HBP 2 ACTIVE UNITS 4 PRODUCING WELLS
17880	EOLA	WX RA SUA;IRION 09/04/2013 15-J 13-425	15	15	SEP. AR 8/26/16 SR AR - 100% HBP 1 STATE LEASE WELL 1 ACTIVE UNIT 2 PRODUCING WELLS
18245	SWAN LAKE	HA RA SUE;JOHNSON 12-15-11 H 01/27/2009 691-C-1 09-94	10	10	SEP. AR 8/26/16 SR AR - 100% HBP 4 ACTIVE UNITS 12 PRODUCING WELLS, ACREAGE IS 13.945 ACRES
18503	BRACKY BRANCH , RED RIVER-BULL BAYOU	HA RB SU68;ELMWOOD 30 H 10/20/2009 109-X-67 09-1120	215	215	SEP. AR 8/26/16 SR AR - 100% HBP 8 ACTIVE UNITS 14 PRODUCING WELLS
18606	BRACKY BRANCH , RED RIVER-BULL BAYOU	HA RB SU65;DUPREE LAND 20 H 08/10/2009 109-X-62 09-971	30	30	SEP. AR 8/26/16 SR AR - 100% HBP 4 ACTIVE UNITS 14 PRODUCING WELLS. ROYALTY PAYMENTS NOT BEING MADE ON 616736 SMALL EQUITY PRELIMINARY TYPE TRANSMITTAL



## SONRIS

## Staff Reviews

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District Code 3 Lake Charles- North

Get Review Date September 14, 2016

Well No	Location	License/Status/Date	Producing	Reserve	Notes
18764	CASPIANA , THORN LAKE	HA RA SUB;LA WILDLIFE 05/20/2010 1145-B-32 10-515	92	92	SEP. AR SAL OMR MANAGED WLF 8/26/16 SR AR 100% HBP 3 ACTIVE UNITS 5 PRODUCING WELLS
18768	CASPIANA	HA RA SUM;EVANS 4H 191-H-13 08-1047	16	16	SEP. AR VACANT STATE LANDS 8/26/16 SR AR 100% HBP 2 ACTIVE UNITS 12 PRODUCING WELLS
18863	RED RIVER-BULL BAYOU	HA RB SU68;ELMWOOD 30 H 10/20/2009 109-X-67 09-1120	28.16	28.16	SEP. AR 8/26/16 SR AR - 100% HBP 3 ACTIVE UNIT 12 PRODUCING WELLS, ACREAGE IS 34.55
19011	CASPIANA	HA RA SU117;CHK MIN 16-14-12 H 03/15/2011 191-H-131 11-117	3	3	SEP. AR 8/26/16 SR AR - 100% HBP 4 ACTIVE UNITS 8 PRODUCING WELLS, ACREAGE IS 3.567
19027	CASPIANA	HA RA SU117;CHK MIN 16-14-12 H 03/15/2011 191-H-131 11-117	108.015	108.015	SEP. AR 8/26/16 SR AR - 100% HBP 4 ACTIVE UNITS 8 PRODUCING WELLS, ACREAGE 353.741
19193	ELM GROVE	HA RA SU158;SORENSEN 35 08/17/2010 361-L-89 10-864	1.44	3	SEP. AR 8/26/16 SR AR 100% HBP 1 ACTIVE UNIT 4 PRODUCING WELLS
19695	RED RIVER-BULL BAYOU	HA RB SU78;KERVIN 13 H 01/26/2010 109-X-81 10-99	258	258	SEP. AR 8/26/16 SR AR 100% HBP 5 ACTIVE UNITS 14 PRODUCING WELLS, ACREAGE 382
19831	CASPIANA , RED RIVER-BULL BAYOU	HA RC SUGG;CALHOUN 9-13-12 H 04/27/2010 109-X-97 10-451	80	80	SEP. AR 8/26/16 SR AR 100% HBP 4 ACTIVE UNITS 4 PRODUCING WELLS, ACREAGE IS 93.024
19834	RED RIVER-BULL BAYOU	HA RB SU55;RCSR 27-13-11 H 10/13/2009 109-X-66 09-1107	43	43	SEP. AR 8/26/16 SR AR 100% HBP 2 ACTIVE UNITS 2 PRODUCING WELLS. 616583 241038 HA RB SU55;RCSR 27-13-11 H NO ROYALTY PAYMENT DUE TO DIPUTED ACREAGE OF GRAND BAYOU, ACREAGE IS 60.827
20014	WOODARDVILLE	HA RA SU64;EDGAR CASON 6H 04/28/2009 990-D-14 09-463	56	56	SEP. AR 8/26/16 SR AR 100% HBP4 ACTIVE UNITS 12 PRODUCING WELLS, ACREAGE IS 62.723
20075	GAHAGAN	HA RA SUFF;WILK ALMOND 13 H 10/26/2010 909-H-14 10-1094	114.248	125.65	SEP. AR 8/26/16 SR AR 100% HBP 2 ACTIVE UNIT 2 PRODUCING WELLS
20079	THORN LAKE	HA RA SUS;LDW&F 15-14-12 H 01/19/2010 1145-B-25 10-88	27.5	27.5	SEP. AR 8/26/16 SR AR 100% HBP 1 ACTIVE UNIT 1 PRODUCING WELL, ACREAGE IS 28.041
20080	THORN LAKE	HA RA SUS;LDW&F 15-14-12 H 01/19/2010 1145-B-25 10-88	12.137	13.5	SEP. AR SAL OMR MANAGED WLF 8/7/15 SKR AR 100% HBP 1 ACTIVE UNIT 1 PRODUCING WELL

## SONRIS

## Staff Reviews

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Well ID	Field	Lease/Well Activity	Productive Acreage	Present Acreage	Notes
20080	THORN LAKE	HA RA SUS;LDW&F 15-14-12 H 01/19/2010 1145-B-25 10-88	12.137	13.5	SEP. AR SAL OMR MANAGED WLF 8/26/16 SR AR 100% HBP 1 ACTIVE UNIT 1 PRODUCING WELL
20081	RED RIVER-BULL BAYOU	HA RD SUBB;GUION 23-14-12 H 10/13/2009 109-X-65 09-1106	68	68	SEP. AR SAL OMR MANAGED WLF 8/26/16 SR AR 100% HBP 2 ACTIVE UNITS 12 PRODUCING WELLS, ACREAGE IS 76.572
20354	ELM GROVE , SLIGO	.386 06/07/2011	10.614	10.614	SEP. AR 8/26/16 SR AR 100% HBP 4 ACTIVE UNITS 4 PRODUCING WELLS, ACREAGE 15.863
20355	ELM GROVE , LAKE BISTINEAU	89 09/13/2011	456	456	SEP. AR 8/29/16 SR AR - 100% HBP 3 ACTIVE UNITS 3 PRODUCING WELLS
20356	CASPIANA , ELM GROVE	14 10/18/2011	22	22	SEP. AR 8/29/16 SR AR 100% HBP 2 ACTIVE UNITS 2 PRODUCING WELLS
20358	LISMORE LANDING, EAST	WX VUA;PITTS-BRANE STROM 07/14/2010	22.61	22.61	SEP. AR 8/29/16 SR AR 100% HBP 1 ACTIVE UNIT 1 PRODUCING WELLS
20370	ELM GROVE	LCV RA SU119;LEONARD RD FRMS32 10/22/2008 361-E-546 08-1636	8.91	8.91	SEP. AR TAX ADJUDICATED LAND 8/29/16 SR AR 100% HBP 1 ACTIVE UNIT 1 PRODUCING WELLS
20619	ELM GROVE	HA RA SUWW;COTSWOLD 17-16-10 H 04/27/2010 361-L-82 10-450	241	241	SEP. AR 8/29/16 SR AR 100% HBP 2 ACTIVE UNITS 2 PRODUCING WELLS
20620	ALABAMA BEND	HA RA SUW;HOLLEY 4-15-10 H 09/28/2010 1490-C-13 10-989	14.212	22	SEP. AR 8/29/16 SR AR 100% HBP 1 UNIT 1 PRODUCING WELL
20621	SWAN LAKE	HA RA SUF;BOURGEOIS 13-15-11 H 01/27/2009 691-C-1 09-94	.1	.1	SEP. AR 8/29/16 SR AR 100% HBP 1 UNIT 1 PRODUCING WELL
21195	CADDO PINE ISLAND	HA RA SUYY;SPRINGBANK 13-12 H 10/16/2012 122-Y-12 12-599	.75	.75	SEP. AR PT 6/12/16 TAX ADJUDICATED LANDS 8/29/16 SR AR 100% HBP 1 UNIT 1 PRODUCING WELL
21196	CADDO PINE ISLAND	HA RA SUYY;SPRINGBANK 13-12 H 10/16/2012 122-Y-12 12-599	1.001	1.001	SEP. AR PT 6/12/16 TAX ADJUDICATED LANDS WITHIN HA RA SUYY CADDO PINE ISLAND FIELD 8/29/16 SR AR 100% HBP 1 UNIT 1 PRODUCING WELL.
21197	CADDO PINE ISLAND	HA RA SUYY;SPRINGBANK 13-12 H 10/16/2012 122-Y-12 12-599	1	1	SEP. PT 6/12/16 TAX ADJUDICATED LANDS WITHIN HA RA SUYY CADDO PINE ISLAND FIELD 8/29/16 SR AR 100% HBP 1 UNIT 1 PRODUCING WELL

**SONRIS****Staff Reviews**

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Parcel ID	Field	Lease/Grant Activity	Production Acres	Property Acres	Flux/Lease Status
21199	CADDO PINE ISLAND	HA RA SUYY;SPRINGBANK 13-12 H 10/16/2012 122-Y-12 12-599	1	1	SEP. PT 6/12/16 TAX ADJUDICATED LANDS WITHIN HA RA SUYY CADDO PINE ISLAND FIELD 8/29/16 SR AR 100% HBP 1 UNIT 1 PRODUCING WELL
21200	CADDO PINE ISLAND , GILES BEND	HA RA SUYY;SPRINGBANK 13-12 H 10/16/2012 122-Y-12 12-599	1	1	SEP. PT 6/12/16 TAX ADJUDICATED LANDS WITHIN HA RA SUYY CADDO PINE ISLAND FIELD 8/29/16 SR AR 100% HBP 1 UNIT 1 PRODUCING WELL
21201	BURR FERRY, SOUTH	AUS C RA SUP;INDIGO MIN 17 09/13/2011 1409-A-12 11-494	20.14	20.14	SEP. PT 6/12/16 TAX ADJUDICATED LANDS WITHIN AUS C RA SUP, SOUTH BURR FERRY FIELD; 8/29/16 SR AR 100% HBP 1 UNIT 1 PRODUCING WELL
21202	BURR FERRY, SOUTH	AUS C RA SUP;INDIGO MIN 17 09/13/2011 1409-A-12 11-494	18.78	18.78	SEP. PT 6/12/16 TAX ADJUDICATED LANDS WITHIN AUS C RA SUP, SOUTH BURR FERRY FIELD; 8/29/16 SR AR 100% HBP 1 UNIT 1 PRODUCING WELL

**SONRIS****Staff Reviews**

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00540	WHITE LAKE, WEST	SL 15038	4067	4810	SEP AR 8/30/16 DP AR - HBP - 4 UNITS, 21 SL WELLS
01755	TIGRE LAGOON	PLAN 2-8 RA SUA;B PLANTERS 05/06/2014 192-FF 14-211	6	6	SEP AR 8/30/16 DP AR - HBP - 3 UNITS
02412	LIVE OAK	LIVE OAK PLANTATION TRUST  300-C-3	67.642	67.642	SEP AR 8/30/16 DP AR - HBP - 1 UNIT
03052	LAC BLANC	232744-SL 3052-039 03/28/2006	160	782.38	SEP AR 8/30/16 DP AR - HBP - 1 SL WELL, WRITE POD LETTER TO HILCORP
03055	LAC BLANC	48-69 RA SUA; 03/17/2015 1028-N 15-153	150	203.266	SEP AR 8/30/16 DP AR - HBP - 2 UNITS
03057	LAC BLANC	48-69 RA SUA; 03/17/2015 1028-N 15-153	150	380.642	SEP AR 8/30/16 DP AR - HBP - 2 UNITS
05419	LAKE ARTHUR, SOUTH	U MIOGYR RA SUE;GLENN 10/01/1990	9.217	9.217	SEP AR 8/30/16 DP AR - HBP - 1 UNIT
08129	RACCOURCI ISLAND	272.926 02/10/1993	119.73	119.73	SEP AR 8/30/16 DP AR - HBP - 1 UNIT
16475	HOG BAYOU-OFFSHORE	262.09 10/25/2006	134.75	134.75	SEP AR 8/30/16 DP AR - HBP - 2 UNITS
18121	HOG BAYOU-OFFSHORE		160	220	SEP AR 8/30/16 DP AR - HBP - 1 SL WELL;;
18560	GILLIS-ENGLISH BAYOU	5.67 06/22/2015	13.87	13.87	SEP AR 8/30/16 DP AR - HBP - 1 UNIT
18561	GILLIS-ENGLISH BAYOU	14.8 08/29/2007	1.22	1.22	SEP AR 8/30/16 DP AR - HBP - 1 UNIT;;
19014	STARKS	52.47 08/19/2010	13.53	13.53	SEP AR 8/30/16 DP AR - HBP - 1 UNIT
19544	PORT BARRE	40.91 09/10/2010	9.09	9.09	SEP AR 8/31/16 DP AR - HBP - 1 UNIT;;
19663	IOTA	3.894 08/13/2010	2.257	2.257	SEP AR 8/31/16 DP AR - HBP - 1 UNIT;;
20361	GRAND CHENIERE	60.7 07/12/2012	23.3	23.3	SEP QAR 8/31/16 DP QR - HBP - 1 UNIT, WELL SHUT-IN;;
20366	WHITE LAKE, WEST	285.791 08/07/2015	64.639	64.639	SEP AR 8/31/16 DP AR - HBP - 1 UNIT;;
20432	INTRACOASTAL CITY	8.46 11/13/2012	1.54	1.54	SEP AR 8/31/16 DP AR - HBP - 1 UNIT;;
20623	BANCROFT, SOUTH	80.47 09/11/2012	28.53	28.53	SEP AR 8/31/16 DP AR - HBP - 1 UNIT
20642	DEEP LAKE	15100 RB SUA;SL	64.68	64.68	SEP AR 8/31/16 DP AR - HBP - 2

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**Staff Reviews**

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		20139 01/07/2014 243-R-1 14-2			UNITS;;
20675	GILLIS-ENGLISH BAYOU	50.5 10/13/2014	11.5	11.5	SEP AR 8/31/16 DP AR - LEASE EXPIRED, ROUTE SHEET STARTED;;
21433			0	95.47	SEPT. PT 06/11/2017 SEP AR 8/31/16 DP AR - HELD BY RENTAL PAID 5/6/16
<b>143</b>			<b>21,934.527</b>	<b>47,675.948</b>	

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

The Board heard the report of Mr. Emile Fontenot **presented at 9:38 a.m.** on Wednesday September 14, 2016 relative to nominations received in the Office of Mineral Resources for the November 9, 2016 Mineral Lease Sale and other matters. Based upon the staff's recommendation, on motion of **Mr. Hollenshead**, duly seconded by **Mr. Carter**, the Board granted 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.

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

Tracts to Be  
Advertised for the  
November 14,  
2016 Lease Sale

**Resolution #16-09-001**

**(NOMINATION AND TRACT REPORT)**

**WHEREAS**, Mr. Emile Fontenot reported that 8 tracts had been nominated for the November 9, 2016 Mineral Lease Sale, and requests that same are to be advertised pending staff review;

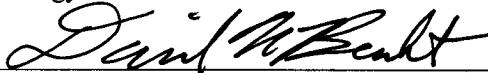
**ON MOTION** of *Mr. Hollenshead*, seconded by *Mr. Carter*, the following recommendation was offered and unanimously adopted by the Board after discussion and careful consideration:

That the State Mineral and Energy Board grant final approval to advertise all such tracts for the November 9, 2016 Mineral Lease Sale;

**NOW, BE IT THEREFORE RESOLVED**, that the State Mineral and Energy Board does hereby approve and authorize the advertising of all such tracts 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 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 14th day of September 2016, 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.



**David W. Boulet, Secretary**

**LOUISIANA STATE MINERAL AND ENERGY BOARD**

## **(c) AUDIT REPORT**

The first matter on the audit report was a penalty waiver request from Fieldwood Energy on the Panaco audit.

Upon recommendation of staff and upon motion of Mr. Harris, seconded by Ms. Michaud-Dugas, the Board voted unanimously to approve the 100% penalty waiver of \$17,841.97 with the exception of Mr. Hollenshead who did not receive a second to his substitute motion for no waiver of penalty.

The second matter on the audit report was a penalty waiver request from Poydras Energy Partners LLC.

Staff recommended a 25% penalty waiver in the amount of \$6,472.88 with a balance of \$19,418.65 due to the state. Representatives of Poydras Energy Partners LLC addressed the Board to request a 100% penalty waiver. Upon motion of Mr. Harris, seconded by Mr. Hollenshead the Board voted unanimously to deny the penalty waiver request with 100% of penalty due the state in the amount of \$25,891.53.

The third matter on the audit report was the election of the September 2016 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.



# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**Resolution #16-09-002  
(AUDIT COMMITTEE)**

**WHEREAS**, pursuant to La. R.S. 30:136.A(1)(c), the Office of Mineral Resources (OMR) staff is authorized to audit information relevant to the computation of royalties including appropriate records, report or other information; and

**WHEREAS**, The State Mineral and Energy Board caused an audit to be performed of state royalty payments made by Panaco Inc. in the Bastian Bay and West Delta Block 52 fields; State Leases 451, 14267, 14645, A0001 and A0263 which audit revealed that Panaco Inc. owed the state \$37,101.18 in underpayment of royalty and \$55,705.83 in interest and penalty for a total of \$92,807.01; and

**WHEREAS**, Panaco, Inc was purchased by Fieldwood Energy who has remitted payment of \$74,965.04 for the outstanding principal and interest and made letter of application for reduction of penalties assessed in the amount of \$17,841.97 that were the result of incorrect royalty payments; and

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

**WHEREAS**, the Mineral Income Division staff recommends that one hundred percent (100%) of the penalty be waived; and


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

**ON MOTION** of Secretary Harris, seconded by Ms. Michaud-Dugas, the following recommendation was offered and adopted by the Audit Committee with one objection by Mr. Hollenshead after discussion and careful consideration:

**THEREFORE, BE IT RESOLVED** that the Board does waive one hundred percent (100%), which amounts to \$17,841.97 of the total penalty assessed to Fieldwood Energy.

## **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 14<sup>th</sup> day of September 2016, 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.

  
\_\_\_\_\_  
**David W. Boulet, Secretary**  
**Louisiana State Mineral and Energy Board**

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**Resolution #16-09-003  
(AUDIT COMMITTEE)**

**WHEREAS**, pursuant to La. R.S. 30:136.A (1) (c), the Office of Mineral Resources (OMR) staff is authorized to audit information relevant to the computation of royalties including appropriate records, report or other information; and

**WHEREAS**, The State Mineral and Energy Board caused an audit to be performed of state royalty payments made by Poydras Energy Partners LLC in the Main Pass Block 26 and Main Pass Block 35 fields; State Leases 1958 and 20101 which audit revealed that Poydras Energy Partners LLC owed the state \$95,722.74 in underpayment of royalty and \$38,525.85 in interest and penalty for a total of \$134,248.59; and

**WHEREAS**, Poydras Energy Partners LLC has remitted payment of \$108,357.06 for the outstanding principal and interest and made letter of application for reduction of penalties assessed in the amount of \$25,891.53 that were the result of incorrect royalty payments; and

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

**WHEREAS**, the Mineral Income Division staff recommends that twenty-five percent (25%) of the penalty be waived; and

**WHEREAS**, after discussion and careful consideration by the State Mineral and Energy Board, offered an alternate decision has been reached.

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

**THEREFORE, BE IT RESOLVED** that the Board does not waive any of the penalty assessed to Poydras Energy Partners LLC.

**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 14<sup>th</sup> day of September 2016, 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.



**David W. Boulet, Secretary  
Louisiana State Mineral and Energy Board**

#### **(d) LEGAL AND TITLE CONTROVERSY REPORT**

The first matter considered by the Board was a request for final approval of an Operating Agreement by and between the State Mineral and Energy Board and Union Gas Operating Company, to create an Operating Tract for the exploration and development of oil, gas and/or condensate and other liquid hydrocarbons, which proposal allocates to the state a State Production Interest equal to 25.00% before payout, increasing to 25.50% after payout, in and to the operating tract, covering a portion of former State Lease No. 20980 and a portion of former State Lease No. 21421, containing .33 acres, more or less, Allen Parish, Louisiana, with further particulars being stipulated in the instrument, on the Docket at Item No. 16-31.

Upon motion of Mr. Segura, seconded by Ms. Michaud-Dugas, and by unanimous vote of the Board, the State Mineral and Energy Board granted final approval of an Operating Agreement by and between the State Mineral and Energy Board and Union Gas Operating Company, on the Docket at Item No. 16-31. No comments were made by the public.

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

## RESOLUTION # 16-09-004

(LEGAL & TITLE CONTROVERSY REPORT)

Operating Agreement by and  
between the State Mineral and  
Energy Board and Union Gas  
Operating Company  
Docket Item No. 16-31

**WHEREAS**, a request was made for final approval of an Operating Agreement by and between the State Mineral and Energy Board and Union Gas Operating Company, to create an Operating Tract for the exploration and development of oil, gas and/or condensate and other liquid hydrocarbons, which proposal allocates to the state a State Production Interest equal to 25.00% before payout, increasing to 25.50% after payout, in and to the operating tract, covering a portion of former State Lease No. 20980 and a portion of former State Lease No. 21421, containing .33 acres, more or less, Allen Parish, Louisiana, with further particulars being stipulated in the instrument, on the Docket at Item No. 16-31;

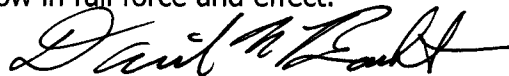
**WHEREAS**, the Staff of the Office of Mineral Resources, upon thorough review and consideration, recommended that the foregoing request be approved by the Board;

**ON MOTION** of Mr. Segura, seconded by Ms. Michaud-Dugas, 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 an Operating Agreement by and between the State Mineral and Energy Board and Union Gas Operating Company, on the Docket as Item No. 16-31.

### CERTIFICATE

**I HEREBY CERTIFY** that the above is a true and correct copy of a Resolution adopted at a meeting on the 14<sup>th</sup> day of September, 2016 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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**David W. Boulet, Secretary  
State Mineral and Energy Board**

## **(e) DOCKET REPORT**

The Board heard the report of Macy Dennis on Wednesday, September 14, 2016, relative to the following:

Category A: State Agency Leases

Docket Items Nos. 1 and 2

Category B: State Lease Transfers.

Docket Item Nos. 1 through 20

Category C: Department of Wildlife & Fisheries State Agency Lease Transfers

There were no items of this category

Category D: Advertised Proposals

Docket Item No. 1

for the September 14, 2016 Mineral Lease Sale. Based upon the staff's recommendation, on motion of **Mr. Harris**, duly seconded by **Mr. Segura**, the Board voted unanimously to accept the following recommendations:

Category B: State Lease Transfers

Approve Docket Item Nos. 1 through 18

Category D: Advertise Proposals

Approve Docket Item No. 16-31 upon recommendation of the Legal and Title Controversy Review.

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 #16-09-005

(DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item A from the September 14, 2016 Meeting be approved, said instrument being an Oil, Gas and Mineral Lease from the City of Abbeville, Louisiana, dated July 25, 2016, awarded to Angelle & Donohue Oil & Gas Properties, Inc., covering lands located in Sections 46, 47 and 57, Township 12 South, Range 3 East, Vermilion Parish, Louisiana, containing 2.47 acres, more or less, with further contractual obligations being more enumerated in the instrument.

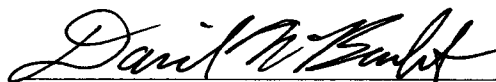
The State of Louisiana, through the State Mineral and Energy Board, asserts and claims title to the beds and bottoms of any navigable waterbed that may be located within the boundaries of the lands leased, and this approval shall not cover or extend to, or be construed as affecting the State's title to such submerged lands, if any. This lease is approved only so far as it covers lands in place, excluding from such approval any and all navigable waterbeds and sovereignty lands located within the tract leased.

BE IT FURTHER RESOLVED that this action is taken only in pursuance of Louisiana Revised Statutes 30:158 and without inquiry into the lessor's title to the leased premises or such rights, if any, that the State of Louisiana may have in the same. It is understood that this approval is solely given in order to comply with the statutory authority aforesaid.

BE IT FURTHER RESOLVED that either the Chairman, Vice-Chairman, Secretary or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy 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 14th day of September, 2016, 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.



David W. Boulet, Secretary  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #16-09-006 (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item B from the September 14, 2016 Meeting be approved, said instrument being an Oil, Gas and Mineral Lease from the City of Abbeville, Louisiana, dated July 25, 2016, awarded to Angelle & Donohue Oil & Gas Properties, Inc., covering lands located in Sections 42, 44, 46, 47, 48, 49, 51, 53 and 57, Township 12 South, Range 3 East, Vermilion Parish, Louisiana, containing 84.27 acres, more or less, with further contractual obligations being more enumerated in the instrument.

The State of Louisiana, through the State Mineral and Energy Board, asserts and claims title to the beds and bottoms of any navigable waterbed that may be located within the boundaries of the lands leased, and this approval shall not cover or extend to, or be construed as affecting the State's title to such submerged lands, if any. This lease is approved only so far as it covers lands in place, excluding from such approval any and all navigable waterbeds and sovereignty lands located within the tract leased.

BE IT FURTHER RESOLVED that this action is taken only in pursuance of Louisiana Revised Statutes 30:158 and without inquiry into the lessor's title to the leased premises or such rights, if any, that the State of Louisiana may have in the same. It is understood that this approval is solely given in order to comply with the statutory authority aforesaid.

BE IT FURTHER RESOLVED that either the Chairman, Vice-Chairman, Secretary or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy 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 14th day of September, 2016, 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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David W. Boulet, Secretary  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #16-09-007 (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No 1 from the September 14, 2016 Meeting be approved, said instrument being an Assignment from Dune Properties, Inc. to Shoreline Southeast LLC of all of Assignor's right, title and interest in and to State Lease No 20783, Lafourche Parish, Louisiana, INsofar AND ONLY INsofar AS said lease is included in the EE-PCC2 RA SUA, with further particulars being stipulated in the instrument.

Shoreline Southeast 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;

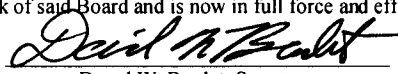
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby, and

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 or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy 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 14<sup>th</sup> day of September, 2016, 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



David W. Boulet, Secretary  
State Mineral and Energy Board



# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #16-09-008

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No 2 from the September 14, 2016 Meeting be approved, said instrument being an Assignment from Dune Properties, Inc. to White Marlin Oil and Gas Company, LLC of all of Assignor's right, title and interest in and to State Lease Nos 18816, 20783, 20972 and 20973, Lafourche Parish, Louisiana, with further particulars being stipulated in the instrument

White Marlin Oil and Gas 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 or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy 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 14<sup>th</sup> day of September, 2016, 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



David W. Boulet, Secretary  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

Resolution #16-09-009

(DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 3 from the September 14, 2016 Meeting be approved subject to the approval of the Governor of Louisiana, said instrument being an Assignment from Dune Properties, Inc to Trimont Energy (GIB), LLC of all of Assignor's right, title and interest in and to State Lease Nos 214 and 1393, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

Trimont Energy (GIB), 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;

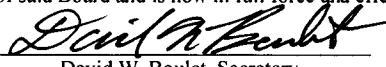
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby, and

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

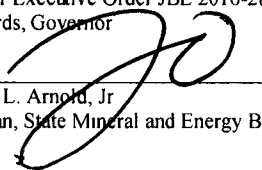
BE IT FURTHER RESOLVED that either the Chairman, Vice-Chairman, Secretary or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy Board

### 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 14<sup>th</sup> day of September, 2016, 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.

  
David W. Boulet, Secretary  
State Mineral and Energy Board

Approved as per Executive Order JBE 2016-28  
John Bel Edwards, Governor

By   
Thomas L. Arnold, Jr.  
Chairman, State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #16-09-010 (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 4 from the September 14, 2016 Meeting be approved subject to the approval of the Governor of Louisiana, said instrument being an Assignment from Dune Properties, Inc. to Trimont Energy (BL), LLC of all of Assignor's right, title and interest in and to State Lease No. 341, St Mary Parish, Louisiana, with further particulars being stipulated in the instrument.

Trimont Energy (BL), 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;

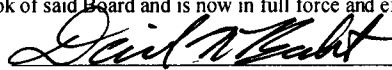
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby, and

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.

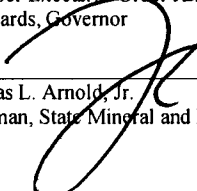
BE IT FURTHER RESOLVED that either the Chairman, Vice-Chairman, Secretary or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy Board

### 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 14<sup>th</sup> day of September, 2016, 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.

  
David W. Boulet, Secretary  
State Mineral and Energy Board

Approved as per Executive Order JBE 2016-28  
John Bel Edwards, Governor

By:   
Thomas L. Arnold, Jr.  
Chairman, State Mineral and Energy Board

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

Resolution #16-09-011  
(DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 5 from the September 14, 2016, Meeting be approved, said instrument being a Correction of Resolution No. 2 from the November 13, 2013 Meeting, being a Correction of Resolution No. 24 from the July 13, 2016 Meeting being an Assignment from Placid Oil Company to Williams Exploration Company, whereas said resolution incorrectly read..."An Assignment from Placid Oil Company to Williams Exploration Company" and is hereby being corrected to read..."A Reassignment of Sublease from Williams Exploration Company to Placid Oil Company", affecting State Lease No. 2906, Terrebonne Parish, Louisiana.

## CERTIFICATE

I hereby certify that the above is a true and correct copy of a Resolution adopted at a meeting of the State Mineral and Energy Board held in the City of Baton Rouge, Louisiana, on the 14th day of September, 2016, 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.



David W. Boulet, Secretary  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #16-09-012

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 6 from the September 14, 2016 Meeting be approved, said instrument being an Assignment from Frank Davis Exploration, Inc to TMC Exploration, Inc., a 050000 working interest in and to State Lease No. 21339, Concordia Parish, Louisiana, with further particulars being stipulated in the instrument.

Frank Davis Exploration, 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;

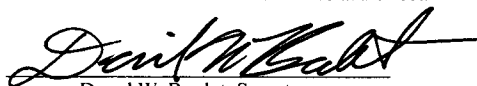
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby, and

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 or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy 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 14<sup>th</sup> day of September, 2016, 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.



David W. Boulet, Secretary  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #16-09-013

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 7 from the September 14, 2016 Meeting be approved, said instrument being an Assignment from Success Energy, LLC to Renaissance Offshore, LLC of all of Assignor's right, title and interest in and to State Lease No 21076, Plaquemmes Parish, Louisiana, with further particulars being stipulated in the instrument.

Renaissance Offshore, 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,

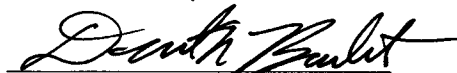
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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 or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy 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 14<sup>th</sup> day of September, 2016, 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



David W. Boulet, Secretary  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #16-09-014

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 8 from the September 14, 2016 Meeting be approved, said instrument being an Assignment from NCNG Exploration Corporation, Piedmont Exploration Company, Inc., PSNC Production Corporation and Rockingham Exploration Company to JK Energy Operating Company, of all of Assignor's right, title and interest in and to State Lease No. 8091, St. Mary Parish, Louisiana, with further particulars being stipulated in the instrument.

JK Energy Operating Company 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 or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy 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 14<sup>th</sup> day of September, 2016, 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



David W. Boulet, Secretary  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #16-09-015

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No 9 from the September 14, 2016 Meeting be approved, said instrument being an Assignment from Anadarko E&P Onshore LLC to Anadarko East Chalk Holdings LLC of all of Assignor's right, title and interest in and to State Lease Nos 20292, 21201 and 21202, Vernon Parish, Louisiana, with further particulars being stipulated in the instrument

Anadarko East Chalk Holdings 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 or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy 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 14<sup>th</sup> day of September, 2016, 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



David W. Boulet, Secretary  
State Mineral and Energy Board



# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

Resolution #16-09-016

(DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 10 from the September 14, 2016, Meeting be deferred, said instrument being an Assignment from Jodi R. Sorensen, wife of and J. William Sorenson to The Johnson Development Corporation, Trustee, of all of Assignor's right, title and interest in and to State Lease No. 12105 and Operating Agreement "A0137", Terrebonne Parish, Louisiana, with further particulars being stipulated in the instrument.

The Johnson Development Corporation, Trustee is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

## 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 14th day of September, 2016, 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.



David W. Boulet, Secretary  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #16-09-017 (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No 11 from the September 14, 2016 Meeting be approved, said instrument being a Merger whereby Louisiana Oil and Gas Acquisitions, LLC is merging with and into Eutaw Ventures, LLC, affecting State Lease Nos 2852, 12847, 14400, 14499 and Operating Agreement "A0224", Caddo and Claiborne 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 or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy 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 14<sup>th</sup> day of September, 2016, 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



David W Boulet, Secretary  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #16-09-018

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 12 from the September 14, 2016 Meeting be approved, said instrument being an Assignment and Correction of Assignment from EUTAW Ventures, LLC, as successor by merger of Louisiana Oil and Gas Acquisitions, LLC to LANO, LLC, an undivided 99.49447% interest in and to State Lease Nos. 12847, 14400, 14499 and Operating Agreement "A0224", Caddo Parish, Louisiana, with further particulars being stipulated in the instrument.

LANO, 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;

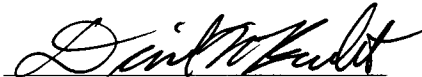
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby, and

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 or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy 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 14<sup>th</sup> day of September, 2016, 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.



David W. Boulet, Secretary  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #16-09-019

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 13 from the September 14, 2016 Meeting be approved, said instrument being an Assignment and Correction of Assignment from EUTAW Ventures, LLC, as successor by merger of Louisiana Oil and Gas Acquisitions, LLC to Vickery Properties LLC, an undivided 50553% of Assignor's right, title and interest in and to State Lease Nos. 12847, 14400, 14499 and Operating Agreement "A0224", Caddo Parish, Louisiana, with further particulars being stipulated in the instrument.

LANO, 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;

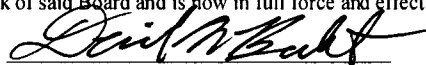
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby, and

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 or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy 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 14<sup>th</sup> day of September, 2016, 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



David W. Boulet, Secretary  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #16-09-020

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 14 from the September 14, 2016 Meeting be approved, said instrument being an Assignment from LANO, LLC to Edward L. Yarbrough, Jr., an undivided .375% interest in and to State Lease Nos. 14400, 14499 and Operating Agreement "A0224", Caddo Parish, Louisiana, with further particulars being stipulated in the instrument.

LANO, 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 or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy 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 14<sup>th</sup> day of September, 2016, 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



David W. Boulet, Secretary  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #16-09-021

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 15 from the September 14, 2016 Meeting be approved, said instrument being an Assignment from LANO, LLC to Sunset Petroleum, Inc., an undivided 18.375% interest in and to State Lease Nos. 14400, 14499 and Operating Agreement "A0224", Caddo Parish, Louisiana, with further particulars being stipulated in the instrument.

LANO, 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 or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy 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 14<sup>th</sup> day of September, 2016, 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.



David W. Boulet, Secretary  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #16-09-022

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 16 from the September 14, 2016 Meeting be approved, said instrument being an Assignment from Sunset Petroleum, Inc. to Franks Exploration Company, L.L.C., of all of Assignor's right, title and interest in and to State Lease Nos 14400, 14499 and Operating Agreement "A0224", Caddo Parish, Louisiana, with further particulars being stipulated in the instrument.

LANO, 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, sublessee 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 or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy 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 14<sup>th</sup> day of September, 2016, 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.



David W. Boulet, Secretary  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #16-09-023 (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No 17 from the September 14, 2016 Meeting be approved, said instrument being an Assignment and Correction of Assignment from EUTAW Ventures, LLC, as successor by merger of Louisiana Oil and Gas Acquisitions, LLC to Vickery Properties LLC, of an undivided .50553% interest in and to State Lease No 2852, Claiborne Parsh, Louisiana, with further particulars being stipulated in the instrument

LANO, 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 or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy 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 14<sup>th</sup> day of September, 2016, 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



David W. Boulet, Secretary  
State Mineral and Energy Board



# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #16-09-024

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 18 from the September 14, 2016 Meeting be approved, said instrument being an Assignment and Correction of Assignment from EUTAW Ventures, LLC, as successor by merger of Louisiana Oil and Gas Acquisitions, LLC to LANO, LLC, an 99.49447% interest in and to State Lease No. 2852, Claiborne Parish, Louisiana, with further particulars being stipulated in the instrument.

LANO, 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 or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy 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 14<sup>th</sup> day of September, 2016, 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.



David W. Boulet, Secretary  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #16-09-025

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 19 from the September 14, 2016 Meeting be approved, said instrument being a Quitclaim Deed whereby Rosbottom Production Corp does hereby quitclaim, release and surrender all of Grantor's right, title and interest to the following

Frank E Cook	0 007500000
Charles Richard Crew, II, et al	0 022500000
Kemerton D Hargrove	0 012500000
R Clyde Hargrove, II	0 012500000
Joseph L Hargrove, II	0 012500000
EnMArk Gas Gathering, LP	0 375000000
Primos Company	0 002343750
Claude Allen Williams	0 011250000
Vista Ventures, LLC	0 011250000
Evelyn Ann Williams	0 011250000
Sable Partners, LLC	0 011250000
Lacy H Williams	0 075000000
Stroud Petroleum, Inc	0 020000000
Mike Rogers Oil and Gas, Inc	0 038057350
Vulcan Properties, LLC	0 076114700
Weiser Brown Oil Company	0 076114700
Hilcorp Energy I, LP	0 026693000
Weiser Brown Operating Company	0 074877120
BHP Billiton Petroleum Properties (N A ), LP	0 123299380

in and to State Lease Nos 13045 and 13697, Red River Parish, Louisiana, **INSOFAR AND ONLY INSOFAR AS** said leases cover rights below the stratigraphic equivalent of 7,386', being the plugged back total depth of the Weiser-Brown Huckabay No 1 & 1D well, located in Section 39, Township 12 North, Range 10 West, Red River Parish, Louisiana, with further particulars being stipulated in the instrument

Vine Oil & Gas LP 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 or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy 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 14<sup>th</sup> day of September, 2016, 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



David W Boulet, Secretary  
State Mineral and Energy Board

# RESOLUTION

## LOUISIANA STATE MINERAL AND ENERGY BOARD

### Resolution #16-09-026

#### (DOCKET)

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

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No 20 from the September 14, 2016 Meeting be approved, said instrument being an Assignment from Frank Cook, Charles Richard Crews, II, et al, Kemerton D Hargrove, R. Clyde Hargrove, II, Joseph L. Hargrove, Jr., Enmark Gas Gathering, LP, Primos Company, Claude Allen Williams, Vista Ventures, LLC, Evelyn Ann Williams, Sable Partners, LLC, Lacy H. Williams, Stroud Petroleum, Inc., Mike Rogers Oil and Gas, Inc., Vulcan Properties, LLC, Weiser-Brown Oil Company and Weiser-Brown Operating Company to Vine Oil & Gas LP, of all of Assignor's right, title and interest in and to State Lease Nos 13045 and 13697, Red River Parish, Louisiana, **INSOFAR AND ONLY INSOFAR AS** said leases cover rights below the stratigraphic equivalent of 7,386', being the plugged back total depth of the Weiser-Brown Huckabay No 1 & 1D well, located in Section 39, Township 12 North, Range 10 West, Red River Parish, Louisiana, with further particulars being stipulated in the instrument

Vine Oil & Gas LP 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;

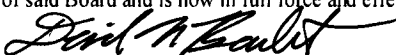
5) That for purposes of recordation and notice, certified copies of this Resolution be attached to all docketed copies of the instrument approved hereby; and

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 or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy 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 14<sup>th</sup> day of September, 2016, 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



David W. Boulet, Secretary  
State Mineral and Energy Board

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

**Resolution #16-09-027**  
**(DOCKET)**

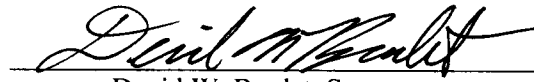
On motion of Mr. Harris, seconded by Mr. Segura, the following Resolution was offered and adopted:

BE IT RESOLVED by the State Mineral and Energy Board that Docket Item No. 16-31 from the September 14, 2016, Meeting be approved, said instrument being an Operating Agreement by and between the State Mineral and Energy Board and Union Gas Operating Company, to create an Operating Tract for the exploration and development of oil, gas and/or condensate and other liquid hydrocarbons, which proposal allocates to the state a State Production Interest equal to 25.00% before payout, increasing to 25.50% after payout, in and to the operating tract, covering a portion of former State Lease No. 20980 and a portion of former State Lease No. 21421, containing .33 acres, more or less, Allen Parish, Louisiana, with further particulars being stipulated in the instrument.

BE IT FURTHER RESOLVED that either the Chairman, Vice-Chairman, Secretary or Deputy Assistant Secretary is hereby authorized to sign said lease to reflect the approval of the State Mineral and Energy 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 14th day of September, 2016 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.

  
David W. Boulet, Secretary  
State Mineral and Energy Board

The Chairman stated that the next order of business was discussions in Executive Session to consider matters before the Board which were confidential in nature. Upon motion of Mr. Harris, seconded by Mr. Segura, the Board went into Executive Session at 10:02 a.m.

The Board reconvened in open session at 10:21 a.m. after returning from recess for consideration of the following matters discussed in Executive Session:

The first matter discussed in Executive Session was an update regarding Harvest Oil and Gas, LLC and Harvest Group LLC Bankruptcy Audits, Docket No. 15-50748. No action by the Board was required by this matter.

The second matter discussed in Executive Session was an update regarding ongoing discussions with the disputing landowner, ConocoPhillips, successor to LL&E, as to title disputed acreage within State Lease Nos. 724, 21150, 21152 and 21157 situated within the CIB CARST RA SUA Unit, Four Isle Dome Field, Terrebonne Parish, Louisiana.

Upon motion of Ms. LeBlanc, seconded by Mr. Segura, and by unanimous vote of the Board, the State Mineral and Energy Board granted approval of the recommendations in Executive Session in regards to ConocoPhillips' most recent offer and authority to the Attorney General's Office to enter discussions to negotiate counteroffers in this matter. No comments were made by the public. \*

The third matter discussed in Executive Session was the Technical Briefing on Bids.

During the technical briefing, the Board conferred with Staff personnel concerning the merit of the bids that were submitted and opened earlier today at a public meeting, based on geological, engineering and other confidential data and analyses available to the Board and Staff.

*\* Executive Session Resolutions will immediately follow this page*

# RESOLUTION

LOUISIANA STATE MINERAL AND ENERGY BOARD

## RESOLUTION #16-09-028

(EXECUTIVE SESSION)

Executive Session  
Discussion  
ConocoPhillips  
State Lease Nos. 724,  
21150, 21152 and 21157,  
Terrebonne Parish

**WHEREAS**, a discussion was held in Executive Session regarding and update of ongoing discussions with ConocoPhillips, successor to LL&E, as to title disputed acreage within State Lease Nos. 724, 21150, 21152 and 21157 situated within the CIB CARST RA SUA Unit, Four Isle Dome Field, Terrebonne Parish;

**ON MOTION OF** Ms. LeBlanc, seconded by Mr. Segura, 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 approval and authority to the Attorney General's Office to enter discussions to negotiate counteroffers in regards to ConocoPhillips' most recent offer 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 14<sup>th</sup> day of September, 2016 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 Book of said State Mineral and Energy Board and is now in full force and effect.



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**David W. Boulet, Secretary  
State Mineral and Energy Board**

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

Mr. Miller stated that Staff recommends that the bids on Tract Nos. 44587, 44595, 44596, 44600 and 44603 be accepted.

Upon motion by Ms. LeBlanc, seconded by Mr. Hollenshead, the Board unanimously voted to accept the following bids received on Tract Nos. 44587, 44595, 44596, 44600 and 44603 and award leases on those tracts:

1. Award a lease on Tract No. 44587, more particularly described in said bid and outlined on accompanying plat, to Angelle & Donohue Oil & Gas Properties, Inc.
2. Award a lease on a portion of Tract No. 44595, said portion being 463.980 acres, more particularly described in said bid and outlined on accompanying plat, to Hilcorp Energy I, L.P.
3. Award a lease on a portion of Tract No. 44596, said portion being 1.754 acres, more particularly described in said bid and outlined on accompanying plat, to Hilcorp Energy I, L.P.
4. Award a State Agency lease on Tract No. 44600, more particularly described in said bid and outlined on accompanying plat, to Angelle & Donohue Oil & Gas Properties, Inc.
5. Award a lease on Tract No. 44603, more particularly described in said bid and outlined on accompanying plat, to CICO Oil & Gas Company.

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

This concluded the awarding of the leases.

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

The first matter for discussion of new business was a PowerPoint presentation on the Open Meetings Law by Ryan Seidemann, Assistant Attorney General. After the presentation, Mr. Arnold requested that the presentation be forwarded to the Board.

The following announcements were then made:

Mr. Boulet stated that "the total cash payments for the September 14, 2016 Lease Sale is \$156,244.80 was received, and the year-to-date payments for the 2017 Fiscal Year is \$558,527.71."

Mr. Boulet announced to the Board Members that a number of DNR staff, several from OMR, will be presenting at the 2016 LOGA Conference in Lafayette on September 21, 2016. We'll forward the agenda and registration link to each of you by email for the LOGA Conference in case you are interested.

The Chairman then stated there being no further business to come before the Board, upon motion of Mr. Segura, seconded by Mr. Carter, the meeting was adjourned at 10:47 a.m.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read "David W. Boulet". The signature is written in a cursive style with a large, stylized initial "D".

David W. Boulet, Secretary  
State Mineral and Energy Board