

RESOLUTION NO. 38 OF 2021

BY THE CADDO PARISH COMMISSION:

A RESOLUTION TO AUTHORIZE THE CADDO PARISH ADMINISTRATOR TO REQUEST AND AUTHORIZE THE LOUISIANA STATE MINERAL AND ENERGY BOARD AND THE OFFICE OF MINERAL RESOURCES TO ACCEPT NOMINATIONS AND ADVERTISE FOR OIL, GAS AND MINERAL LEASES, ACCEPT BIDS, AND AWARD AND EXECUTE OIL, GAS AND MINERAL LEASES ON CERTAIN MINERAL INTERESTS OWNED BY THE PARISH OF CADDO, AND OTHERWISE PROVIDING WITH RESPECT THERETO

WHEREAS, the Parish of Caddo may own certain mineral rights underlying the following described property, to-wit:

Those certain road dedications located in Section 1, Township 18 North, Range 15 West, known as Acorn Circle, Acorn Street, Westview Street, Linda Lane, Womack Road, April Lane, Renee Drive, Chad Trail, Roy Road and Brandon Road, and other unnamed or unbuilt roads all located in Caddo Parish, Louisiana, and containing 10.74 acres, more or less, and those certain adjudicated properties described as the West 200 ft of East 299 ft. of North 220 ft. of Lot 2, Elizabeth Attaway Partition of East 60 Acres of Lot 5, J.W. Attaway Partition in Section 1 with a Geo. # 181501-000-0020, containing 1.00 acre, Lot 1 less West 200 ft. of North 203.4 ft. thereof, Northern Hills Subdivision, Unit # 1 with a Geo. # 181501-007-0014, containing .98 acres, A tract of land in SE/4 of NW/4 of Sect 1 with a Geo. # 181501-000-0139 containing .82 acres, and the West 258 ft. of the East 774 ft of the North 198 ft of the South 396 ft. of the N/2 of the NE/4 of the SE/4, Sec 1 with a Geo. # 181501-000-0156, containing 1.2 acres, said adjudicated property total acreage being 4.00 acres, more or less, and that certain tract owned by Caddo Parish described as located in the SE/4 of the NW/4 of Section 1 with Geo. #181501-000-0193 and containing .40 acres, more or less, with Section 1, T18N, R15W containing a total of 15.14 acres, more or less, all in Caddo Parish, Louisiana.

Those certain road dedications located in Section 2, Township 18 North, Range 15 West, known as Glenn Road, Carroll Circle, Joyce Street, Smith Lane, Ricks Road, Longbow Lane, Womack Road, Margaret Drive and Oak Lane, and other unnamed or unbuilt roads all located in Caddo Parish, Louisiana and containing 7.45 acres, more or less, with Section 2, T18N, R15W containing a total of 7.45 acres, more or less, all in Caddo Parish, Louisiana.

Those certain road dedications located in Section 4, Township 18 North, Range 14 West, known as Devereaux Road, Regmar Drive, Hunter Avenue, Lee Avenue, Maxfern Street, Saxon Townhomes Subn., with a Geo # 181404-026-0021 containing .03 acres, Lot 3 North Lakewood Place, Ella Fisher Drive, Diggs Drive, Morris Drive, Colonial Circle and Shadow Lane, and other unnamed or unbuilt roads, all located in Caddo Parish Louisiana and containing 12.19 acres, more or less, and those certain adjudicated properties described as the East 125 ft. of South 155.46 ft. of that part of the E/2 of NW/4 with a Geo. #181404-000-0229 containing .46 acres, Lot 21, Lakewood Townhomes Subdivision, with a Geo. #181404-026-0021 containing .03 acres, Lot 3 North Lakewood Estates Subdivision, Unit # 2 with a Geo. #181404-019-0003 containing .05 acres, Lot 5 Lakewood Townhomes Subdivision, with a Geo. #181404-026-0005, containing .03 acres, Lot 3 Lakewood Townhomes Subdivision, with a Geo. #181404-026-0003, containing .03 acres, Lot 9 Lakewood Townhomes Subdivision, with a Geo. #181404-026-0009, containing .03 acres, the Southeasterly 7.3 ft. measured along Hwy. # 1, of Lot 58 North Lakewood Estates with a Geo. #181404-018-0113, containing .02 acres, the West 65 ft. of East 190 ft. of North 155.46 ft. of South 205.46 ft. of E/2 of NW/4 with a Geo. #181404-000-0235, containing .24 acres, the West 90.2 ft. of East 280.2 ft. of South 155.46 ft. of E/2 of NW/4 of Section 4, with a Geo. #181404-000-0230, containing .34 acres, the West 417.48 ft. of South 104.37 ft. of North 1043.55 ft. of Lot 5, Julia & Charles Walker Lands in SE/4 of Section 4 with a Geo. #181404-000-0097, containing 1.00 acre, the East 193.71 ft. of West 208.71 ft. of South 158.71 ft. of North 208.71 ft. of Lot 5 Julia & Charles Walker Lands in SE/4 of Section 4 with a Geo. #181404-000-0135, containing .80 acres, said adjudicated property total acreage being 3.05 acres, more or less, with Section 4, T18N, R14W containing a total of 15.24 acres, more or less, all in Caddo Parish, Louisiana.

Those certain road dedications located in Section 5, Township 18 North, Range 14 West, known as Cloud Street, Atwood Road, North Pines Drive, Pin Oak Place, Post Oak Place, McDaniel Drive, North Silver Oak Circle, South Silver Oak Circle and Lucille Street, and other unnamed or unbuilt roads, all located in Caddo Parish Louisiana and containing 10.87 acres, more or less, and those certain adjudicated properties described as Lot 7, North-Pines Subdivision, Unit 2 with a Geo. #181405-006-0007 containing .23 acres, Lot 10 North-Pines Subdivision, Unit 4 with a Geo. #181405-014-0010 containing .26 acres, Lot 27 Brandt Subdivision with a Geo. #181405-001-0027 containing .19 acres, Lot 13A, Brockington Park Subdivision with a Geo. #181405-011-0013 containing .18 acres, Lots 28A & 29A, Brockington

Park Subdivision with a Geo. #181405-011-0051 containing .38 acres, Lot 11, North-Pines Subdivision, Unit 4 with a Geo. #181405-014-0011 containing .26 acres, Lot 30-A, Brockington Park Subdivision with a Geo. #181405-011-0030 containing .20 acres, Lot 59, North-Pines Subdivision, Unit 2 with a Geo. #181405-006-0059 containing .18 acres, the Westerly portion of Lot 34 A, Brockington Park Subdivision with a Geo. #181405-11-0054 containing .01 acres, the South 104.35 ft.. OF North 467.41 ft. of West 417.42 ft. of East 477.42 ft. of NE/4 OF SE/4 of Section 5 with a Geo. #181405-000-0078 containing 1.00 acre, said adjudicated property total acreage being 2.89 acres, more or less, and that certain tract owned by Caddo Parish described as a triangular tract located in the NE/4 of NE/4 of Section 5 lying North and East of Hwy. #1 with a Geo. #181405-000-0138 and containing 4.32 acres, with Section 5, T18N, R14W containing a total of 18.08 acres, more or less, all in Caddo Parish, Louisiana.

Those certain road dedications located in Section 6, Township 18 North, Range 14 West, known as Kent Road and Winchester Drive, and other unnamed or unbuilt roads all located in Caddo Parish, Louisiana and containing 2.26 acres, more or less, and those certain adjudicated properties described as beginning from Southwest corner of N/2 of NE/4 OF SW/4 OF SEC. 6, run East 1343 ft. to the Point of Beginning, thence North to North Line of NW/4 OF NW/4 OF SE/4 of Section 6, thence West to a Point being 2655.57 ft. East of Northwest corner of SW/4 OF said Section 6, thence South to South line of N/2 OF NE/4 OF SW/4, thence East to Point of Beginning with a Geo. #181406-000-0282 containing .30 acres, and the North 30 ft. of West 86.5 ft. of Lot 2, Cordaro Park Subdivision with a Geo. #181406-004-0004 containing .06 acres, said adjudicated property total acreage being .36 acres, more or less, with Section 6, T18N, R14W containing a total of 2.62 acres, more or less, all in Caddo Parish, Louisiana.

Those certain road dedications located in Section 7, Township 18 North, Range 14 West, known as Mays Avenue, King Cole Court, Campanella Drive, Juvenile Road and Armstrong Blvd., and other unnamed or unbuilt roads all located in Caddo Parish, Louisiana and containing 4.40 acres, and that certain adjudicated property described as the South 33 ft. of the North 198 ft. of SE/4 of SE/4 of Sec 7, with a Geo. #181407-000-0022 containing 1.00 acre more or less, with Section 7, T18N, R14W containing a total of 5.40 acres, more or less, all in Caddo Parish, Louisiana.

WHEREAS, the Parish of Caddo has received a written request from USG Properties Haynesville, LLC, that the Parish seek public bids for an oil, gas and mineral lease covering said property; and

WHEREAS, the Parish of Caddo does not have the knowledge or resources available to determine if it owns the mineral rights and the Parish of Caddo will rely on the expertise and experience of the lessee in determining ownership; and

WHEREAS, it is expressly agreed that any lease granted by the Parish of Caddo and accepted by lessee is without any warranty of title and without any recourse against the Parish of Caddo whatsoever, either express or implied, and it is expressly agreed that the Parish of Caddo shall not be required to return any payments received or be otherwise responsible to lessee therefore; and

WHEREAS, the Louisiana State Mineral and Energy Board and the Office of Mineral Resources, is available upon the request of Caddo Parish to lease the aforesaid property for oil, gas and other minerals if requested to do so by Caddo Parish.

NOW, THEREFORE, BE IT RESOLVED by the Caddo Parish Commission in due, regular and legal session convened, that the Louisiana State Mineral and Energy Board and the Office of Mineral Resources, be and it is hereby requested and authorized to accept nominations and advertise for oil, gas and mineral leases, accept bids and award and execute oil, gas and mineral leases on the aforesaid properties of certain mineral interests owned by the Parish of Caddo.

BE IT FURTHER RESOLVED that any such lease contain a no surface operations provision as follows: Lessee, its successors or assigns, may produce oil, gas and other minerals from the leased premises by drilling from a surface location on other lands, but notwithstanding any other provision of this lease, Lessee, its successors or assigns, shall not use the surface of the Lessor's property for drilling or any other operations without prior written permission of Lessor, which permission may be withheld at Lessor's discretion.

BE IT FURTHER RESOLVED that any such lease contain a horizontal pugh provision as follows: Notwithstanding anything to the contrary herein contained, at the end of the primary term or any extension thereof by operations, if the Commission of Conservation of the State of Louisiana establishes a drilling unit which includes a part of the land herein leased, the production of oil, gas and other minerals from such unit shall maintain this lease in full force and effect only as to such portions of the leased land embraced in said pooled unit; and this lease shall expire as to that part of the land herein leased not included in such unit; and lessee, its successors and assigns agrees to relinquish by formal instrument any portion of the leased land not included in a unit created by the Commission of Conservation while this lease is in effect

BE IT FURTHER RESOLVED that any such lease contain a vertical pugh provision as follows: Upon the expiration of the primary term hereof or any extension thereof by operations, this lease shall automatically terminate and be of no further force or effect except as to all that part of the leased premises then included within the geographical boundaries of a producing unit duly established by governmental agency or authority having jurisdiction, from the surface of the earth to a depth of 100 feet

below the deepest depth from which any well commenced during the primary term hereof on the leased premises or on lands pooled therewith is completed and from which there is production in paying

quantities, such depth determination to be made on a unit by unit basis. In the absence of units so established, this lease shall terminate except as to 40 acres around each producing oil well and 160 acres around each producing or shut-in gas well located on the leased premises, in as near the form of a square as is practicable, from the surface of the earth down to a depth of 100 feet below the deepest depth from which said well or wells are completed and from which there is production in paying quantities, such depth determination to be made on a well by well basis.

BE IT FURTHER RESOLVED that any such lease contain a minimum royalty provision as follows: Royalty of not less than 1/5th or 20%.

BE IT FURTHER RESOLVED that any such lease contain a minimum bonus provision as follows: Bonus of not less than \$1,500.00 per acre.

BE IT FURTHER RESOLVED that any such lease contain a hard or solid mineral exclusion provision as follows: This lease shall exclude free sulphur, potash, lignite, salt and any other hard or solid mineral. Lessee shall not have any rights to explore, drill for, mine, produce or take any action whatsoever in regard to any such hard or solid mineral deposits.

BE IT FURTHER RESOLVED that any such lease contain a maximum term provision as follows: Primary term of lease shall not exceed three (3) years.

BE IT FURTHER RESOLVED if any provision or item of this resolution or the application thereof is held invalid, such invalidity shall not affect other provisions, items or applications which can be given effect without the invalid provisions, items or applications, and to this end, the provisions of this resolution are hereby declared severable.

BE IT FURTHER RESOLVED that this resolution shall take effect immediately.

BE IT FURTHER RESOLVED that all resolutions or parts thereof in conflict herewith are hereby repealed.

Approved as to legal form:

Office Of The Parish Attorney

Date