

RESOLUTION NO. 00 OF 2020

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 17 North, Range 15 West, known as Lake Hills Drive, Southridge Drive, Bradford Drive, Sandra Drive, Gorton Road, Hatcher Road, Yarbrough Road, and other unnamed or unbuild roads all located in Caddo Parish, Louisiana, and containing 19.95 acres, more or less, and those certain adjudicated properties described as Portion of Lot 91, Yarbrough Subdivision, Unit 2 with a Geo. #1714501-014-0121, containing .22 acres and Lot 30, Cross Lake Hills Subdivision, Unit 1 with a Geo. #171501-007-0030, containing .89 acres, more or less, with Section 1, T17N, R15W containing a total of 21.06 acres, more or less, all in Caddo Parish, Louisiana.

Those certain road dedications located in Section 12, Township 17 North, Range 15 West, known as Dianne Street, Hatcher Road, Melrose Lane, Newman Lane, Autumn Lane, Sandra Drive, Gorton Road, Yarbrough Road, Lawton Lane, Linda Street, Lake Hills Drive, a portion of Parkwood, and other unnamed or unbuild roads all located in Caddo Parish, Louisiana and containing 24.94 acres, more or less, and those certain adjudicated properties described as a portion of Lot 3, Longwood Village Subdivision, Unit 9 with a Geo. #171512-039-0007, containing .16 acres, more or less and that certain tract located in the East Half of Southwest Quarter (E/2 of SW/4) of Section 12 with a Geo. #171512-000-0204, containing .03 acres, with Section 12, T17N, R15W containing a total of 25.13 acres, more or less, all in Caddo Parish, Louisiana.

Those certain road dedications located in Section 13, Township 17 North, Range 15 West, known as Chest Drive, Land O Trees Street, Greenwood Blvd., Wildwood Drive, Yontan Road, Honda Drive, Chibana Circle, McKinnon, Noyes Drive, and other unnamed or unbuild roads all located in Caddo Parish, Louisiana and containing 9.66 acres, more or less, and those certain adjudicated properties described as Lot 9 and ½ abandoned Hillside Street, Blk. 3, Greenwood Park, Geo. #171513-009-0009, Lot 1, Geo. #171513-005-0001 and Lot 2, Geo. #171513-005-0002, both in Wildwood Terrace, Unit No. 1, Lot 77, Geo. #171513-033-0077, Lot 78, Geo. #171513-033-0078, Lot 79, Geo. #171513-033-0079, all in Pine Ridge Subdivision, Phase 4, Lot 5, Geo. #171513-035-0005, Lot 6, Geo. #171513-035-0006, Lot 9, Geo. #171513-035-0009, Lot 11, Geo. #171513-035-0011, Lot 12, Geo. #171513-035-0012, Lot 13, Geo. #171513-035-0013, Lot 14, Geo. #171513-035-0014, Lot 15, Geo. #171513-035-0015, Lot 16, Geo. #171513-035-0016, Lot 17, Geo. #171513-035-0017, Lot 18, Geo. #171513-035-0018, Lot 19, Geo. #171513-035-0019, Lot 20, Geo. #171513-035-0020, Lot 23, Geo. #171513-035-0023, Lot 24, Geo. #171513-035-0024, Lot 25, Geo. #171513-035-0025, Lot 26, Geo. #171513-035-0026, Lot 27, Geo. #171513-035-0027, Lot 28, Geo. #171513-035-0028, Lot 31, Geo. #171513-035-0031, Lot 32, Geo. #171513-035-0032, Lot 34, Geo. #171513-035-0034, Lot 37, Geo. #171513-035-0037, Lot 43, Geo. #171513-035-0043, Lot 44, Geo. #171513-035-0044, Lot 45, Geo. #171513-035-0045, Lot 51, Geo. #171513-035-0051, Lot 52, Geo. #171513-035-0052, Lot 56, Geo. #171513-035-0056, Lot 58, Geo. #171513-035-0058, Lot 64, Geo. #171513-035-0064, Lot 69, Geo. #171513-035-0069, and Lot 78, Geo. #171513-035-0078, all in Oaklawn Village Townhomes Subdivision, said adjudicated property total acreage being 3.96 acres, more or less, with Section 13, T17N, R15W containing a total of 13.62 acres, more or less, all in Caddo Parish, Louisiana.

Those certain road dedications located in Section 24, Township 17 North, Range 15 West, known as Dixie Blvd., Frances Street, Greenwood Blvd., Rose Road, Wildwood Drive, Noyes Drive and other unnamed or unbuild roads, all located in Caddo Parish Louisiana and containing 6.92 acres, more or less, and those certain adjudicated properties described as the North 50.4 feet of Lot 46, Blk. 2, Greenwood Park Subdivision, Geo. #171513-008-0074, the North 71.3 feet of South 102.6 feet of Lot 46, Blk. 2, Greenwood Park Subdivision, Geo. #171513-008-0078, and the West 13.56 feet of Lot 1, Teetom Subdivision, Geo. #171524-010-0005, said adjudicated property total acreage being .21 acres, more or less, with Section 24, T17N, R15W containing a total of 7.13 acres, more or less, all in Caddo Parish, Louisiana.

Those certain adjudicated properties located in Section 25, Township 17 North, Range 15 West, described as Lot 97, Fairway Forest Area 3, Huntington Park Subdivision, Geo. #171525-015-0097, a portion of Lot 42, Steeple Chase Area 2, Huntington Park Subdivision, Geo.

#171525-016-0155, the West ½ of Lot 119, Fox Crossing, Huntington Park Subdivision, Geo. #171525-006-0119, Lot 128, Oak Hollow Area 2, Huntington Park Subdivision, Geo.#171525-024-0128, the South 18.83 feet of Lot 54, Geo. #171525-022-0089, the South .17 feet of Lot 60, Geo. #171525-022-0093 and portion of Lot 66, Geo. #171525-022-0068 all in Oak Hollow Area 1, Huntington Park Subdivision, said adjudicated property total acreage being 3.40 acres, more or less, with Section 25, T17N, R15W containing a total of 3.40 acres, more or less, all in Caddo Parish, Louisiana.

Those certain road dedications located in Section 13, Township 18 North, Range 15 West, known as Charles Street, Rae Street, Dansby Street and other unnamed or unbuilt roads, all located in Caddo Parish Louisiana and containing 11.57 acres, more or less, and a ½ interest to the Northeast Quarter of Northwest Quarter (NE/4 of NW/4) of Section 13, T18N, R15W, containing 40 acres, more or less, and those certain adjudicated properties described as the Lot 555, Geo. #181513-001-0555, portion of Lot 568, Geo. #181513-001-0606, the East ½ of Lot 574, Geo. #181513-001-0609, South ½ of West ½ of Lot 573, Geo. #181513-001-0633, North ½ of West ½ of Lot 573, Geo. #181513-001-0634, the East ½ of Lot 576, Geo. #181513-001-0604, the West ½ of Lot 575, Geo. #181513-001-0616, East ½ of Lot 575, Geo. #181513-001-0617, portion of Lot 547, Geo. #181513-001-0618, Lot 578, Geo. #181513-001-0578, portion of Lot 551, Geo. #181513-001-0645, portion of Lot 551, Geo. #181513-001-0644, East ½ of Lot 571, Geo. #181513-001-0635, all in the Jones-Mabry Subdivision, Unit 9, and Lot 16, Geo. #181513-002-0016, Lot 25, Geo. #181513-002-0025, Lot 38, Geo. #181513-002-0038, Lot 48, Geo. #181513-002-0048, and Lot 54, Geo. #181513-002-0054, all in Cross Lake Heights Subdivision, Unit 1, said adjudicated property total acreage being 11.18 acres, more or less, with Section 13, T18N, R15W containing a total of 42.75 acres, more or less, all in Caddo Parish, Louisiana.

WHEREAS, the Parish of Caddo has received a written request from McGinty-Durham, Inc., 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