

RESOLUTION NO. 01 OF 2025

BY THE CADDO PARISH COMMISSION:

A RESOLUTION TO AUTHORIZE THE CADDO PARISH ADMINISTRATOR TO EXECUTE THE EXTENSION OF THE PRIMARY TERM OF STATE AGENCY LEASE NO. 22067 WITH PALOMA NATURAL GAS, LLC., FOR AN ADDITIONAL TWO (2) YEARS, AND OTHERWISE PROVIDING WITH RESPECT THERETO

WHEREAS, the Parish of Caddo is the Lessor in that certain oil, gas and mineral lease from the Parish of Caddo to Cypress Energy Corporation in State Agency Lease No. 2067, dated April 13, 2022, and recorded at Registry No. 2886234 of the Conveyance Records of Caddo Parish, Louisiana; and

WHEREAS, Cypress Energy Corporation has conveyed State Agency Lease No. 22067 to Paloma Natural Gas, LLC, by that certain Assignment of Oil, Gas and Mineral Lease dated August 9, 2022, and recorded at Registry No. 2902193 of the Conveyance Records of Caddo Parish, Louisiana; and

WHEREAS, State Agency Lease No. 22067 has a primary term of three (3) years from April 13, 2022 and if acceptable lease operations or production in paying quantities is not occurring at the end of the original primary term, the lease would expire on April 13, 2025 unless otherwise extended by action of the Parish of Caddo; and

WHEREAS, Paloma Natural Gas, LLC, has requested that the Parish of Caddo approve the Lease Amendment and Extension Agreement for the purpose of extending the original primary term thereof for an additional two (2) years from April 13, 2025 in consideration of a rental payment of \$56,592.00 for each additional year of the extended term of the lease unless the lease is otherwise maintained prior the expiration of each year of the extended term.

NOW, THEREFORE, BE IT RESOLVED by the Caddo Parish Commission, in due, regular and legal session convened, that the Administrator is hereby authorized to execute the Lease Amendment and Extension Agreement for the purpose of extending the original primary term thereof for an additional two (2) years from April 13, 2025.

BE IT FURTHER RESOLVED that the Agreement shall only be executed or entered into after being approved by the Parish Attorney both in form and substance;

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