

PLEDGE OF CERTIFICATE OF DEPOSIT

STATE OF LOUISIANA

PARISH OF EAST BATON ROUGE

THIS AGREEMENT OF PLEDGE is given by _____ (operator name as established by Office of Conservation) as Pledgor, pursuant to the following terms and conditions:

Pledgor hereby agrees to and does pledge and deliver unto Commissioner of Conservation, State of Louisiana, as Pledgee, the following described:

One (1) certain Certificate of Deposit titled "Pledged CD by _____
(name of operator)

FBO LA Office of Conservation" in the amount of \$ _____, numbered and designated _____, Account No. _____,

in the name of Pledgor, deposited in the _____,
(name of financial institution)

at _____,
(mailing address)

payable _____.
(maturity date)

The above described property pledged in this Agreement shall be used to secure the obligations of Pledgor as follows:

Pledgor is required to provide financial security acceptable to the Commissioner to insure the proper plugging and abandonment of the wells, associated site restoration and response to emergencies for the wells and/or facilities listed on Exhibit "A" attached hereto. This pledge is made to guarantee compliance with that requirement and is payable to the Commissioner of Conservation. In accordance with La. C.C. Art. 3152, the Pledgor agrees that the Office of Conservation is the possessor of the pledge until all regulatory obligations of the Principal are satisfied and/or the Commissioner releases all rights to the collateral at issue in accordance with the Law and the Regulations.

This pledge shall run continuously with the obligation of Pledgor to plug and abandon and shall remain in full force and effect until plug and abandonment and site restoration is completed and the pledge is canceled or released in writing by the Pledgee or as otherwise provided by law. This pledge shall not be considered an asset of the Pledgor until all regulatory obligations of the Principal are satisfied and/or the Commissioner releases all rights to the collateral at issue.

FORM: FS-CDMW (2/3/25)

Pledgor shall become liable on this pledge obligation if and when Pledgor fails to perform his obligations to insure the proper plugging and abandonment of the wells, associated site restoration and response to emergencies.

The amount of the pledge is as expressed herein, but Pledgor takes notice that the amount of the financial security may be increased at the discretion of the Commissioner of Conservation. Upon notice from Pledgee, if an increase is required, Pledgor shall cause the financial security amount to be increased or shall otherwise provide the added pledge within sixty (60) days after notice.

IN WITNESS WHEREOF, the Pledgor has executed this agreement of pledge and delivered up the said Certificate of Deposit to Pledgee on this _____ day of _____, _____.

WITNESSES:

(sign and print name)

PRINCIPAL (Operator Name)

(sign and print name)

BY: _____
Operator's Duly Authorized Officer

STATE OF _____

PARISH/COUNTY OF _____

On this _____ day of _____, _____, before me appeared _____, to me personally known, who, being by me duly sworn, did say that he is the President of _____ and that the foregoing instrument was signed on behalf of said corporation by authority of its Board of Directors and the said _____ acknowledged said instrument to be the free act and deed of said corporation.

Notary Public

Approved, accepted and executed by Pledgee at _____, Louisiana, this
_____ day of _____.

By: _____

COMMISSIONER OF CONSERVATION
STATE OF LOUISIANA

STATE OF LOUISIANA
PARISH OF EAST BATON ROUGE

On this _____ day of _____, _____, before me appeared
_____, COMMISSIONER OF CONSERVATION,
STATE OF LOUISIANA, to me known to be the person described in and who executed the foregoing
instrument, and acknowledged that he executed the same as his free act and deed.

Notary Public

RECEIPT

The undersigned financial institution hereby acknowledges that this Certificate of Deposit shall be
presumed to be in the possession of the Office of Conservation, not the Principal, until all regulatory
obligations of the Principal are satisfied and/or the Commissioner releases all rights to the collateral at
issue in accordance with the Law and the Regulations on this _____ day of _____,
20_____. The financial institution agrees to provide confirmation of account balance annually if
requested by the Office of Conservation or the Natural Resources Trust Authority.

BY: _____

Name: _____

Title: _____

AUTHORIZED FINANCIAL INSTITUTION

EXHIBIT A

Operator of Record: _____ **Surety:** _____

Performance Bond No.: _____

Wells Covered by Security

[illegible]

*Serial Number required if Permit to Drill has been issued; otherwise, leave blank

NOTICES

Overnight or Physical Address

Louisiana Office of Conservation,
State of Louisiana
617 North Third Street
LaSalle Building, 9th Floor
Baton Rouge, LA 70802
Attn: Financial Security Department

If to the Bank:

Bank Name: _____

Address: _____

Phone Number: _____

Email: _____

Responsible Officer: _____

Responsible Officer email: _____

Responsible Officer phone: _____