

UNIVERSITY LANDS

AREA CONTRACT FOR DEVELOPMENT

Block 31, Crane County, Texas
Central Basin Platform

April 2025

UNIVERSITY LANDS

University Lands invites interested parties to participate in a formal, competitive bid process to develop lands located in the NW portion of Block 31, Crane County (the "**Proposed Transaction**"). The bid process will contain two phases. Phase 1 requires submission of an indicative bid outlining your competitive proposal for development. A comprehensive review of the Area Contract for Development (the "**ACfD**") terms and conditions is recommended and should be deliberated as part of your bid preparation.

To be considered complete, your indicative bid must include the following:

- Bonus amount per acre;
- Royalty amount;
- Detailed development plan, including overall lateral feet, lateral feet per section, and wells per section;
- Detailed development timeline;
- Primary benches, depths and/or logs;
- Financial materials and capital structure, which may include by way of example:
 - Balance Sheets
 - Funding source materials and information on allocation, deployment, and management of funds to develop and operate the ACfD acreage (*e.g. line of credit, loan, private equity, etc.*)
 - Details on any financing contingencies
- Executive team bios;
- Development and operations experience and expertise in or near the area of interest;
- Partners, joint operators, or others involved (or anticipated to be involved) parties;
- Corporate structure; and
- Any other information or consideration that you want to include.

Bids are due via email to ULACFDProposal@utsystem.edu no later than 5pm CDT on Thursday, May 15, 2025.

Developers may be invited to proceed to the second phase of the process based on the indicative bid. Phase 2 requires submission of your best and final bid, along with a redline of the terms and conditions set out in the ACfD. If you have any questions about the bid process or the Proposed Transaction, please email ULACFDProposal@utsystem.edu.

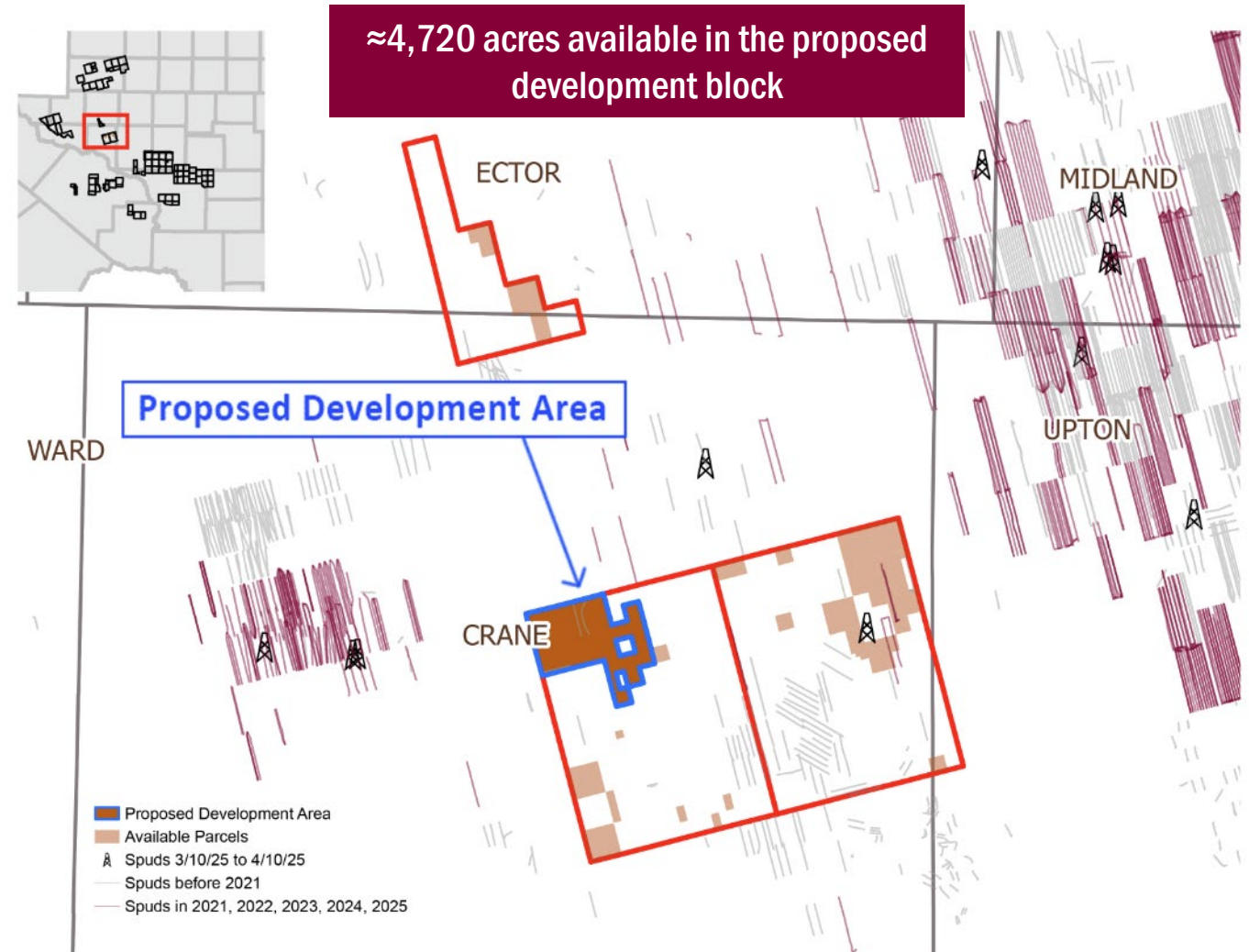
Block 31: Proposed Transaction

Asset Overview

- **Contiguous acreage opportunity on the Central Basin Platform**
 - ≈4,720 available acres on University Lands, Block 31, Crane County, Texas
 - access to contiguous acreage for efficient operating and development strategies
 - availability to drill long laterals from multi-well pads

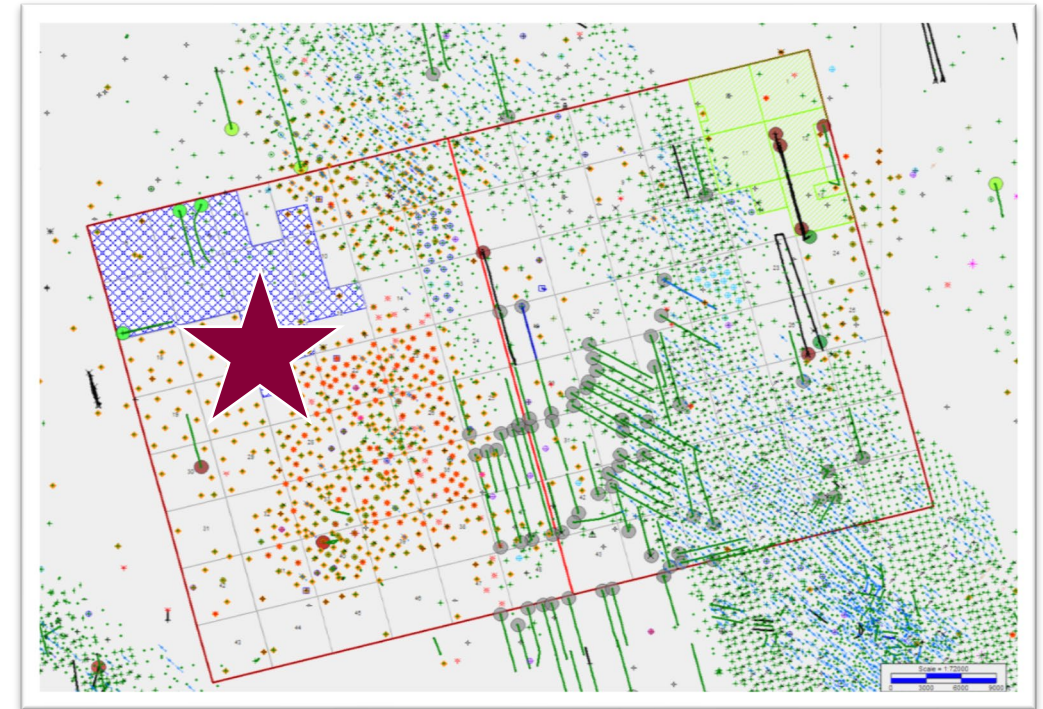
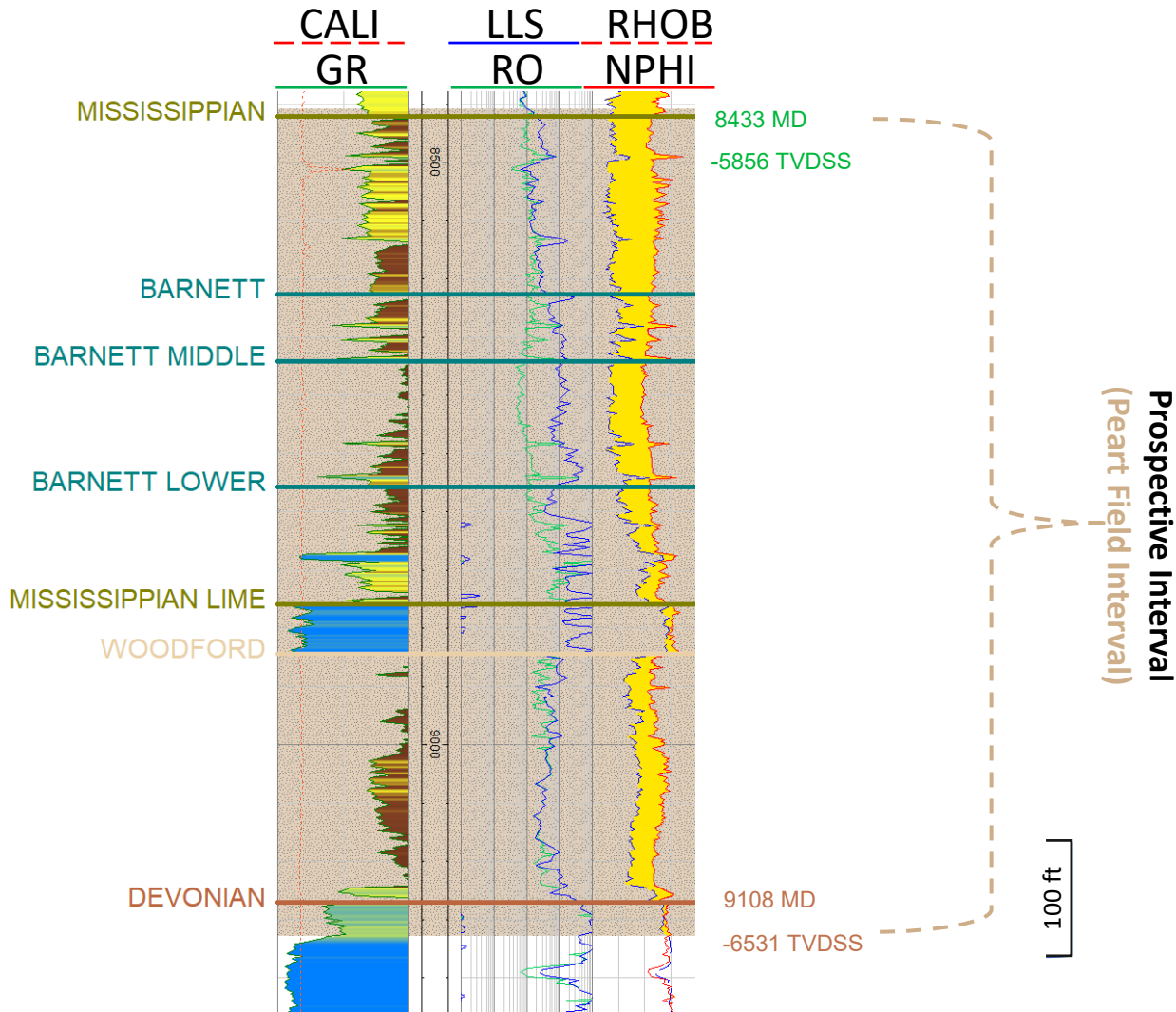
Additional Information

- **The following can be found on the ACfD site for your review:**
 - ACfD form
 - DPA form
 - Legal description of Proposed Transaction
 - Map of Proposed Transaction
 - KMZ and Shapefiles



Map is current as of 4/11/2025.

Block 31: Geologic Framework



★ Geologic Type Log of Select Intervals

An aerial photograph of an oil drilling site. A large derrick is the central focus, surrounded by various pieces of equipment, including trucks, trailers, and storage tanks. The site is situated in a flat, open landscape. The image has a warm, orange-tinted overlay.

Legal Disclaimer

The information provided herein is not an offer that can be accepted and does not contain the requirements necessary to create a definitive written agreement. Unless and until a definitive written agreement with respect to the proposed transaction has been approved by the executive leadership team of University Lands, and executed and delivered by the appropriate parties, University Lands will not be under any legal obligation of any kind whatsoever with respect to any such transaction. University Lands reserves the right, in its sole discretion, to reject any and all proposals made with regard to any proposed transaction, and to terminate discussions and negotiations concerning the proposed transaction at any time. University Lands shall be free to conduct the process, if any, for the proposed transaction in its sole discretion and any procedures relating to the proposed transaction may be changed by University Lands at any time without notice. University Lands makes no representations or warranties whatsoever, and disclaims all liability and responsibility for any representation, warranty, statement, or information made or communicated (orally or in writing) to recipient. Recipient is required to make its own independent investigation, analysis, and evaluation of the proposed transaction (including the extent and value of the hydrocarbon reserves attributable to the lands and appraisal of the environmental risks associated with the lands).