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February 24, 2023

**Contango Resources Inc**  
600 Travis Street, STE 7200  
HOUSTON, TX 77002  
Attn: Land Department

**Sent Via:**  
Email (Allison.Kidwell@contango.com); &  
FedEx Standard Overnight

**RE: Notification of Termination**  
University Lands OIL AND GAS LEASE #018346  
Crane County, TX  
Block 30, Section 15: ALL (All Depths)

To Whom It May Concern,

The internal records of University Lands (“UL”) indicate that production from that certain OIL AND GAS LEASE designated as UL #018346, as may have been amended (the “**Subject Lease**”), ceased in April 2021. As of the date of this letter, **Contango Resources Inc** (hereinafter “**Releasor**”) has not informed UL of any operations that might perpetuate the Subject Lease in compliance with its terms and provisions. This letter serves as formal notice that, consistent with Texas Law, the Subject Lease terminated under its own terms and conditions, effective May 1, 2021.

Termination of the Subject Lease does not relieve any obligation(s) to pay rentals, royalties, or any other financial obligations which have accrued, including, but not limited to, any plugging and abandonment and/or reclamation obligations. All remaining oil inventory must be sold, and royalties paid to UL within ninety (90) days of this letter. One hundred percent (100%) of any production from the Subject Lease, after its termination, belongs to UL. Once inventory is sold and stock is cleared from the monthly production reports, it is Releasor’s responsibility to notify UL ([SSawyer@utsystem.edu](mailto:SSawyer@utsystem.edu)) to remove any further production reporting requirements. Releasor and any other successors to the interest of the Lessee described in the Subject Lease are required to file a *Release of Oil and Gas Lease* within thirty (30) days of receipt of this notice in the appropriate public records of the applicable County or Counties and provide a copy of the recorded *Release of Oil and Gas Lease* to UL. The appropriate *Release of Oil & Gas Lease* form is attached for your convenience.

Releasor and any other successors to the interest of the Lessee described in the Subject Lease are responsible for plugging and abandoning all well(s), and for restoring the surface of the Subject Lease in accordance with the terms of the Subject Lease, the Board for Lease Rules<sup>1</sup> and all applicable state and federal codes, rules, laws, regulations, and procedures.

The above-referenced items are mandatory obligations under the terms of the Subject Lease that require action within the time frames specified. Thank you for your prompt attention to this matter. If you have questions regarding this matter or if we can be of further assistance, please contact me.

Sincerely,

John W. Thompson  
JWT/dw

CC: Michelle Maurer, Greg Lundgren, Nick Alejandro, Nick Ruiz, Jeff White, Daniel Gonzales, Michael Taylor, Dave Williamson, Angie Ramirez, Samantha Sawyer, Shauna Rowlett, Justin McGill, Debbie Wright

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<sup>1</sup> Article 2.23, Board for Lease of University Lands, Rules and Regulations (“Each oil and gas Lease issued by the Board shall be subject to, and performance of Lessee’s obligations under the Lease shall be in conformance with, rules as adopted from time to time by the Board and Board of Regents.”).