

Mailing Address:

P.O. Box 5306 Evansville, Indiana 47716

Telephone: (812) 421-1800

Physical Address:

4209 U.S. Highway 41 North Suite 26 Evansville, Indiana 47711-2889

William C. Illingworth will.illingworth@illingworthlaw.com

September 14, 2022

Mr. Steve Weinzapfel Indiana Division of Oil and Gas 14619 West State Road 48 Jasonville, IN 47438

RE: MAP OIL COMPANY, INC

WEST WADESVILLE UNIT POSEY COUNTY, INDIANA

ILLINGWORTH LAW GROUP CLIENT/MATTER NO.: 00007/10607

Dear Mr. Weinzapfel:

I am writing this correspondence on behalf of Map Oil Company, Inc. ("MAP") and Energy Investors of Illinois, LLC ("Energy Investors"). MAP and Energy Investors intend to pool and combine various leases to form a unit known as the West Wadesville Unit, located in Posey County, Indiana. The unit contains two existing production wells known as the I. Saltzman & S. McKinney #1 (Permit Number 42068), and the Roby & Fraser #1 (Permit Number 42556), both producing from the Waltersburg Formation, as well as, a water supply well known as the Ausburn Stephens #1 WS (Permit Number 49599).

The proposed unit consists of the Waltersburg Formation underlying the following lands:

The Southeast Quarter (SE/4) of the Northeast Quarter (NE/4) of the Southwest Quarter (SW/4), the Northeast Quarter (NE/4) of the Southeast Quarter (SE/4) of the Southwest Quarter (SW/4) the Northwest Quarter (NW/4) of the Southwest Quarter (SW/4) of the Southeast Quarter (SE/4) and the Southwest Quarter (SW/4) of the Northwest Quarter (NW/4) of the Southeast Quarter (SE/4), all in Section 21, Township 5 South, Range 13 West, Posey County, Indiana.

RECEIVED

SEP 2 1 2022

MAP Oil Company, Inc. Wadesville West Unit Posey County, Indiana Page 2

The purposes of pooling these leases is to drill a well, which is anticipated to be located 1320' fsl and 40' fel, SW/4 S21-T5S-R13W to test the Waltersburg Formation. This well would not be under standard spacing as it believed that the proposed location is on a structural ridge within the Waltersburg formation. A copy of the geological report will be provided under separate cover as it is not intended for public disclosure.

A copy of the proposed Unit Declaration and a map of the area are collectively attached hereto.

Under the proposed Unit Declaration, MAP will be the operator of the Unit. Pursuant to 312 IAC 29-13-7 (a), MAP and Energy Investors request that spacing be waived for the unit.

Without approval of this request, MAP and Energy Investors will be unable to fully develop the unit as drilling on standard spacing is not believed to yield significant results due to the geology of the Waltersburg formation. Accordingly, the approval of this request is reasonably necessary for the efficient recovery of oil and/or gas. MAP and Energy Investors would further set forth that, to not allow this request would result in waste in that a potentially productive location would be excluded due to existing spacing regulations.

The granting of this request will not cause MAP and Energy Investors to drill unnecessary wells. By waiving spacing for the West Wadesville Unit, MAP and Energy Investors will be provided the opportunity to drill wells at the optimum location(s) rather than wells at existing density and spacing to effectively drain the underlying formation.

As a result of the proposed unit declaration, the West Wadesville Unit is under common, uniform undivided ownership as to all formations and all lands identified in the Declaration and Notice of Pooling of Oil and Gas Leases. There will be no variance in the division of interests from a producing well regardless of well placement within the unit. As set forth in 312 IAC 29-2-29 (a), production from any well within the common area is shared among the various interest owners regardless of the owner of the property on which the well is actually located.

MAP and Energy Investors recognize and will respect the spacing requirements with regard to well and lease line setbacks. MAP and Energy Investors will stipulate that all wells drilled on the area in which MAP is seeking unit designation will be located not less than three hundred thirty feet (330') from the nearest external boundary lines of the area in which MAP is seeking unit designation and are not less than six hundred sixty feet (660') from producing wells of adjacent leases outside the area of the unit designation.

Based upon the above, it is the request of MAP and Energy Investors that the State of Indiana recognize and treat the West Wadesville Unit as a single unit and exempt it from spacing requirements.

SEP 2 1 2022

MAP Oil Company, Inc. Wadesville West Unit Posey County, Indiana Page 3

MAP and Energy Investors understand that this approval is contingent upon all active wells being located not less than three hundred thirty feet (330') from the nearest external boundary lines of the area of the unit designation and are not less than six hundred sixty feet (660') from producing wells on adjacent drilling units outside the area of the unit designation. MAP and Energy Investors further understand that there will be no minimum spacing requirements on producing wells within the area of the unit designation.

Sincerely,

ILLINGWORTH LAW GROUP LLC

WCI/ml Attachments

Signed and approved this day of , 2022.

Steve Weinzapfel

William C. Illingworth

Director of Division of Oil and Gas

RECEIVED

SEP 2 1 2022

# FIRST AMENDMENT TO DECLARATION AND NOTICE OF POOLING OF OIL AND GAS LEASES

#### WEST WADESVILLE UNIT

**WHEREAS**, the undersigned, MAP OIL COMPANY, INC., an Illinois corporation, whose address is 139 IL RT 1, Grayville, Illinois 62844, is the owner, operator or otherwise has the right to pool the royalty interest, the overriding royalty interest and the working interest for the following described Oil and Gas Leases located in the County of Posey, and State of Indiana, described as follows, *to-wit*:

1. Dated:

September 30, 1981

Recorded:

January 29, 1982

Recording Information:

Oil and Gas Book 128, Page 380 Iona Saltzman and Sheila McKinney

Lessor(s):

Coy Oil, Inc.

Lessee: Property:

Tract 1, described below, and other lands.

2. Dated:

April 26, 1982

Recorded:

May 5, 1982

Recording Information:

Oil and Gas Book 129, Page 519

Lessor(s):

Roberta L. Frayser and Robert S. Roby, Sr.

Lessee:

Coy Oil, Inc.

1

Property:

Tract 2 described below, as partially pooled by

Declaration of Pooling for the Roby-Mathew Community Unit executed by Coy Oil, Inc., on

November 9, 1982

**WHEREAS**, the Oil and Gas Leases referenced as leases 1 and 2, above, contain among other provisions the following clause:

Lessee is hereby given the right and power to pool or combine the acreage covered by this lease or any portion thereof with other land, lease or leases in the immediate vicinity thereof, when in lessee's judgment it is necessary or advisable to do so in order properly to develop and operate said premises in compliance with the spacing rules of any lawful authority, or when to do so would, in the judgment of lessee, promote the conservation of the oil and gas in and under and that may be produced from said premises, such pooling to be into a unit or units not exceeding 40 acres each, except that in cases where it may be necessary or convenient to conform a unit to survey subdivisions such unit may contain not to exceed 43 acres. Lessee shall execute in writing an instrument identifying and describing the pooled acreage. The entire acreage so pooled into a tract or unit shall be treated, for all purposes except the payment of royalties on production from the pooled unit, as if it were included in this lease. If production is found on the pooled acreage, it shall be treated as if production is had from this lease, whether the well or wells be located on the premises covered by this lease or not. In lieu of the royalties elsewhere herein specified, lessor shall receive on production from a unit so pooled only such portion of the royalty stipulated herein as the amount of his acreage placed in the unit or his royally interest therein bears to the total acreage so pooled in the particular unit involved. Provided, lessee shall be under no obligation whatsoever, express or implied, to drill more than one well to each such unitized tract, regardless of when, where or by whom offset wells may be drilled;

**WHEREAS**, MAP OIL COMPANY, INC., previously pooled the aforesaid leases to create a unit of pooled acreage to be known as the West Wadesville Unit made up of the following described property:

The Southeast Quarter (SE/4) of the Northeast Quarter (NE/4) of the Southwest Quarter (SW/4), the North Half (N/2) of the Southeast Quarter (SE/4) of the Southwest Quarter (SW/4) and the Southeast Quarter (SE/4) of the Southeast Quarter (SE/4) of the Southwest Quarter (SW/4) all located in Section 21, Township 5 South, Range 13 West, Posey County, Indiana.

WHEREAS, MAP OIL COMPANY, INC., has concluded it is necessary and advisable to modify the West Wadesville Unit to limit the unit to the Waltersburg formation, to add additional acreage and remove excess non-producing acreage with the goal to increase production by the drilling of an additional well or wells;

WHEREAS, the undersigned, ENERGY INVESTORS OF ILLINOIS, LLC, an Illinois limited liability company, whose address is 113 East Main Street, Carmi, Illinois 62821, is the current working interest owner and the undersigned, L & N Oil Company, LLC, an Illinois limited liability company, with an address of 1203 County Road 875 East, Carmi, Illinois 62821, is the

RECEIVED

SEP 2 1 2022

Jasonville

current operator, and have the right to pool the royalty interest, the overriding royalty interest and the working interest for the following described Oil and Gas Leases located in the County of Posey, and State of Indiana, described as follows, to-wit:

3. Dated: January 27, 1982 January 27, 1982 Recorded:

> Oil and Gas Book 128 Page 371 Recording Information:

Frances W. Shephard Lessor(s):

Lessee: Donald W. Mayhew d/b/a Mayhew Oil and Gas

Development

Tract 3, described below, and other lands Property:

4. Dated: March 1, 1982 March 2, 1982 Recorded:

> Recording Information: Oil and Gas Book 128 Page 700

Lessor(s): Ausburn T. Stephens Lessee: **Ecus Corporation** 

Property: Tract 4, described below, and other lands

5. Dated: March 1, 1982 Recorded: March 4, 1982

> Recording Information: Oil and Gas Book 128 Page 719

Lessor(s): Lida Stephens **Ecus Corporation** Lessee:

Property: Tract 4, described below, and other lands

WHEREAS, the Oil and Gas Lease referenced as lease 3, above, contains among other provisions the following clause:

Lessee is hereby given the right and power to pool or combine the acreage covered by this lease or any portion thereof with other land, lease or leases in the immediate vicinity thereof, when in lessee's judgment it is necessary or advisable to do so in order properly to develop and operate said premises in compliance with the spacing rules of any lawful authority, or when to do so would, in the judgment of lessee, promote the conservation of the oil and gas in and under and that may be produced from said premises. Lessee shall execute in writing an instrument identifying and describing the pooled acreage. The entire acreage so pooled into a tract or unit shall be treated, for all purposes except the payment of royalties on production from the pooled unit, as if it were included in this lease. If production is found on the pooled acreage, it shall be treated as if production is had from this lease, whether the well or wells be located on the premises covered by this lease or not. In lieu of the royalties elsewhere herein specified, lessor shall receive on production from a unit so pooled only such portion of the royalty stipulated herein as the amount of his

3

RECEIVED

DNR - Reclamation Jasonville

acreage placed in the unit or his royally interest therein bears to the total acreage so pooled in the particular unit involved.

**WHEREAS**, the Oil and Gas Leases referenced as lease 4 and lease 5, above, contain among other provisions the following clause:

Lessee is hereby given the right and power to pool or combine the acreage covered by this lease or any portion thereof with other land, lease or leases in the immediate vicinity thereof, when in lessee's judgment it is necessary or advisable to do so in order properly to develop and operate said premises in compliance with the spacing rules of any lawful authority, or when to do so would, in the judgment of lessee, promote the conservation of the oil and gas in and under and that may be produced from said premises. Lessee shall execute in writing an instrument identifying and describing the pooled acreage. The entire acreage so pooled into a tract or unit shall be treated, for all purposes except the payment of royalties on production from the pooled unit, as if it were included in this lease. If production is found on the pooled acreage, it shall be treated as if production is had from this lease, whether the well or wells be located on the premises covered by this lease or not. In lieu of the royalties elsewhere herein specified, lessor shall receive on production from a unit so pooled only such portion of the royalty stipulated herein as the amount of his acreage placed in the unit or his royally interest therein bears to the total acreage so pooled in the particular unit involved. Pooling shall not exceed 40 acres.

**WHEREAS**, ENERGY INVESTORS OF ILLINOIS, LLC, an Illinois limited liability company, and L & N Oil Company, LLC have concluded it is necessary and advisable to pool the Oil and Gas Leases referenced as leases 3, 4 and 5 with the West Wadesville Unit, limited to the formations described herein, for the drilling of an additional well or wells.

WHEREAS, the aforementioned pooling clauses of each of the aforesaid Oil and Gas Leases provides that the allocation of royalty interests, the overriding royalty interests and the working interests shall be made by such portion as the acreage of each leasehold placed in the pooled or combined unit bears to the acreage of the whole of such pooled or combined unit.

**WHEREAS**, each of tract of the Unit has contained or currently contains an oil and/or gas well providing the spacing for each well located on each tract, which spacing is used to calculated the acreage herein.

WHEREAS, MAP OIL COMPANY, INC., ENERGY INVESTORS OF ILLINOIS, LLC, and L & N Oil Company, LLC have concluded it is necessary and advisable to pool and combine the acreage covered by each of the aforesaid leases insofar as said leases cover and affect the Waltersburg formation under the following described property:

4

Tract 1 (I. Saltzman & S. McKinney #2) CountryMark Lease Number: 41050

The Southeast Quarter (SE/4) of the Northeast Quarter (NE/4) of the Southwest Quarter (SW/4) of Section 21, Township 5 South, Range 13 West, Posey County, Indiana.

Tract 2 (Roby & Fraser #1):

CountryMark Lease Number: 41076

The Northeast Quarter (NE/4) of the Southeast Quarter (SE/4) of the Southwest Quarter (SW/4) of Section 21, Township 5 South, Range 13 West, Posey County, Indiana.

Tract 3 (Frances Shephard):

CountryMark Lease Number: 41750 (Division Order for Renault Only)

The Northwest Quarter (NW/2) of the Southwest Quarter (SW/4) of the Southeast Quarter (SE/4) of Section 21, Township 5 South, Range 13 West, Posey County, Indiana.

Tract 4 (Ausburn T. Stephens):

CountryMark Lease Number: 41025 (Division Order for Renault Only)

The Southwest Quarter (SW/4) of the Northwest Quarter (NW/4) of the Southeast Quarter (SE/4) of Section 21, Township 5 South, Range 13 West, Posey County, Indiana.

**NOW, THEREFORE**, in accordance with the rights possessed by MAP OIL COMPANY, INC., an Illinois corporation, ENERGY INVESTORS OF ILLINOIS, LLC, an Illinois limited liability company, and L & N Oil Company, LLC, an Illinois limited liability company, said parties do hereby pool, combine and unitize the acreage covered by the aforesaid leases and do hereby amend and create a unit of pooled acreage to be known as the West Wadesville Unit made up of the following described property:

The Southeast Quarter (SE/4) of the Northeast Quarter (NE/4) of the Southwest Quarter (SW/4), the Northeast Quarter (NE/4) of the Southeast Quarter (SE/4) of the Southwest Quarter (SW/4) the Northwest Quarter (NW/4) of the Southwest Quarter (SW/4) of the Southeast Quarter (SE/4) and the Southwest Quarter (SW/4) of the Northwest Quarter (NW/4) of the Southeast Quarter (SE/4), all in Section 21, Township 5 South, Range 13 West, Posey County, Indiana,

and the overriding royalty interests and the working interests payable under said leases are hereby pooled and combined so as to create the unit described above as such term is used in each of the said leases.

5

Pursuant to the pooling provisions cited above, the royalty, overriding royalty, and working interest owners who now own or may hereafter own an interest under each of the aforesaid Oil and Gas Leases, shall receive from the proceeds credited to any oil and/or gas produced, saved, and marketed from said Unit that proportionate part of said proceeds that the tracts of the lease or leases which they may own an interest in bears to the entire unit created herein. Accordingly, the allocation between the tracts described herein shall be as follows:

Tract	Proportionate Share of Unit Acreage	<u>Unit</u> <u>Percentage</u>
Tract 1 (I. Saltzman & S. McKinney #2)	10/40	25%
Tract 2 (Roby & Fraser #1)	10/40	25%
Tract 3 (Frances Shephard)	10/40	25%
Tract 4 (Ausburn T. Stephens)	10/40	25%

The unit of pooled acreage shall be limited to the Waltersburg formation.

MAP OIL COMPANY, INC., ENERGY INVESTORS OF ILLINOIS, LLC and L & N Oil Company, LLC hereby stipulate that MAP OIL COMPANY, INC., shall remain the operator of the West Wadesville Unit.

Each of MAP OIL COMPANY, INC., ENERGY INVESTORS OF ILLINOIS, LLC and L & N Oil Company, LLC hereby waive any requirement of setback on wells drilled within the Unit.

Each of by MAP OIL COMPANY, INC., and ENERGY INVESTORS OF ILLINOIS, LLC, agree that the expenses for drilling, and operations and liabilities associated with the leases as they pertain to the unit lands and unit formation shall be split evenly between said parties.

T1.: -	:	ala a 11 la a	offootiers for	
I his	instrument	shall be	effective for	

## MAP OIL COMPANY, INC., an Illinois corporation

	By:	Mark A. Peach
	Its:	President
STATE OF	)	
STATE OF	)	
COUNTY OF	)	
of MAP OIL COMPANY, INC., pe subscribed to the foregoing instrume that he signed, sealed and delivered	ersonall ent, app the said set forth	Public, personally appeared Mark A. Peach, Presidently known to me to be the same person whose name is eared before me this day in person, and acknowledged instrument as his free and voluntary act for the uses a, including the free and voluntary act and deed of said poration.
Given under my hand and se	al this _	day of, 2022.
		NOTA BY BUBLIC
County of Residence:		NOTARY PUBLIC (sign name)
My Comm Evnires:		MOTARV PUBLIC (mint name)

## **ENERGY INVESTORS OF ILLINOIS, LLC** an Illinois limited liability company

			By: _ Its: _					
STATE OF			)					
COUNTY OF _			)					
Before	me		undersigned, , ILLINOIS, LLO		•		-	
whose name is s acknowledged t act for the uses,	ubscril hat he purpos	oed to t signed, ses and	he foregoing inst , sealed and deli- consideration than to the operati	trum vered ereir	ent, appear I the said in set forth,	red before r instrument including	ne this day in as his free and the free and vo	person, and d voluntary
Given u	nder m	y hand	and seal this	_ day	of			_, 2022.
					NOTAR	Y PUBLIC	(sign name)	
County of Resid	_		\		NOTAD	V DI IDI IC	1	
My Comm. Exp	ores: _				NOTAR	Y PUBLIC	(print name)	

## L & N OIL COMPANY, LLC an Illinois corporation

	By:	Nathan L. Whetstone	
	Its:	Manager	
STATE OF	)		
STATE OFCOUNTY OF	)		
COUNTY OF	)		
Manager of L & N Oil Company, LL is subscribed to the foregoing in acknowledged that he signed, sealed	C, pers strume l and d leration	ry Public, personally appeared Nathan L. We conally known to me to be the same person whent, appeared before me this day in percelulative the said instrument as his free and a therein set forth, including the free and volvating agreement of said entity	nose name rson, and voluntary
Given under my hand and sea	al this _	day of	, 2022.
0.5.11		NOTARY PUBLIC (sign name)	
County of Residence:		NOTE BY BUILDING	
My Comm. Expires:		NOTARY PUBLIC (print name)	

I affirm under the penalties of perjury, that I have taken reasonable care to redact each Social Security number in this document, unless required by law.

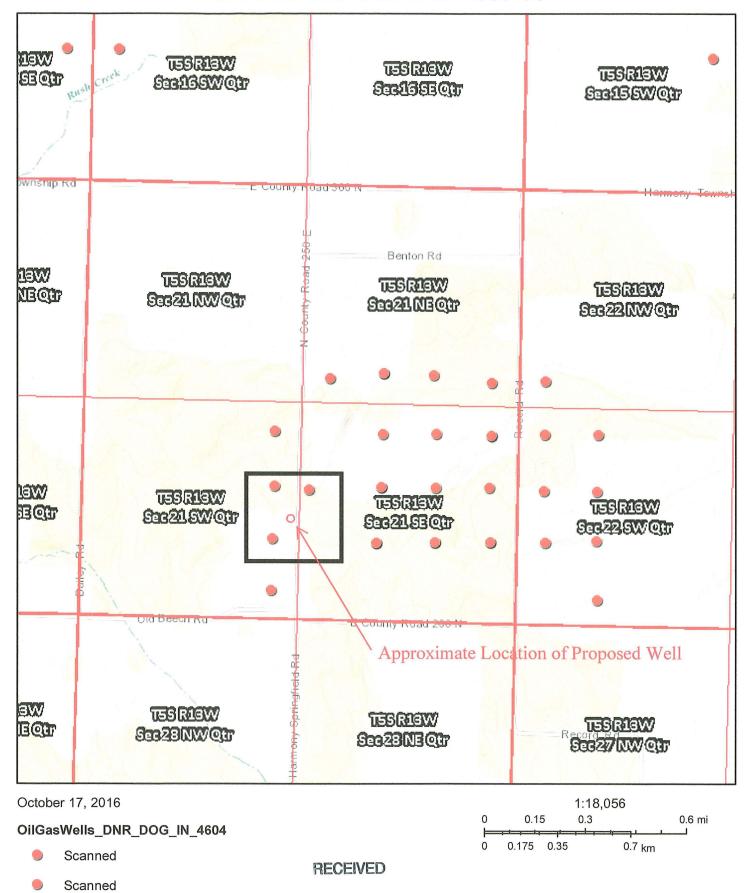
(sign name)		
(print name)	 	

#### THIS DOCUMENT PREPARED BY:

William C. Illingworth
ILLINGWORTH LAW GROUP LLC
P.O. Box 5306
Evansville, Indiana 47716
Telephone: 812.421.1800

E-mail: will.illingworth@illingworthlaw.com

#### **DNR Oil and Gas Well Records**



SEP 2 1 2022

DNR - Reclamation

Sources: Esri, HERE, DeLorme, Intermap, increment P Corp., GEBCO, USGS, FAO, NPS, NRCAN, GeoBase, IGN, Kadaster NL, Ordnance Survey, Esri Japan, METI, Esri China (Hong Kong), swisstopo, MapmyIndia, © OpenStreetMap contributors, and the GIS User Community Indiana Department of Natural Resources, Indiana Geological Survey, US