

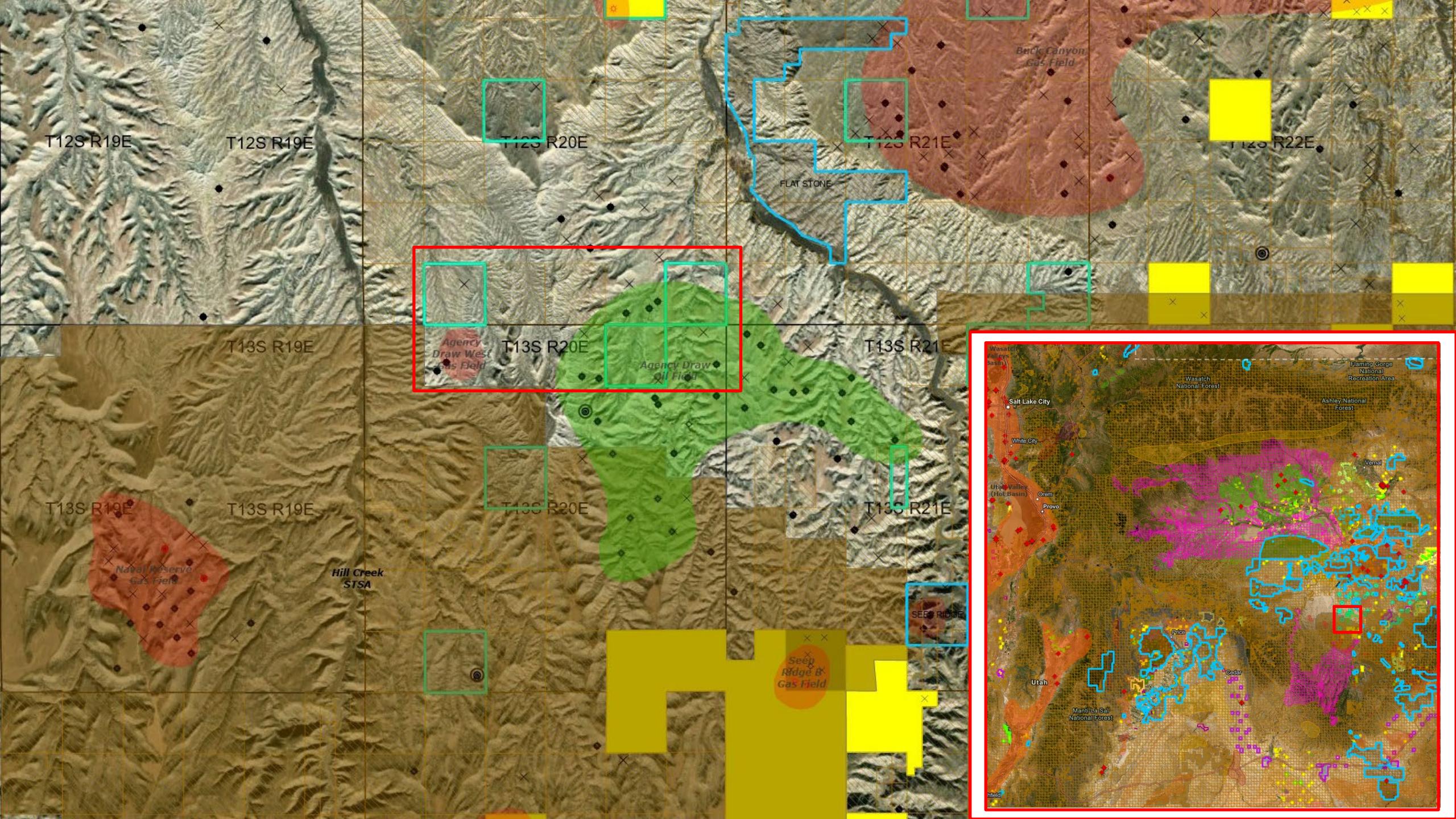
Board Meeting

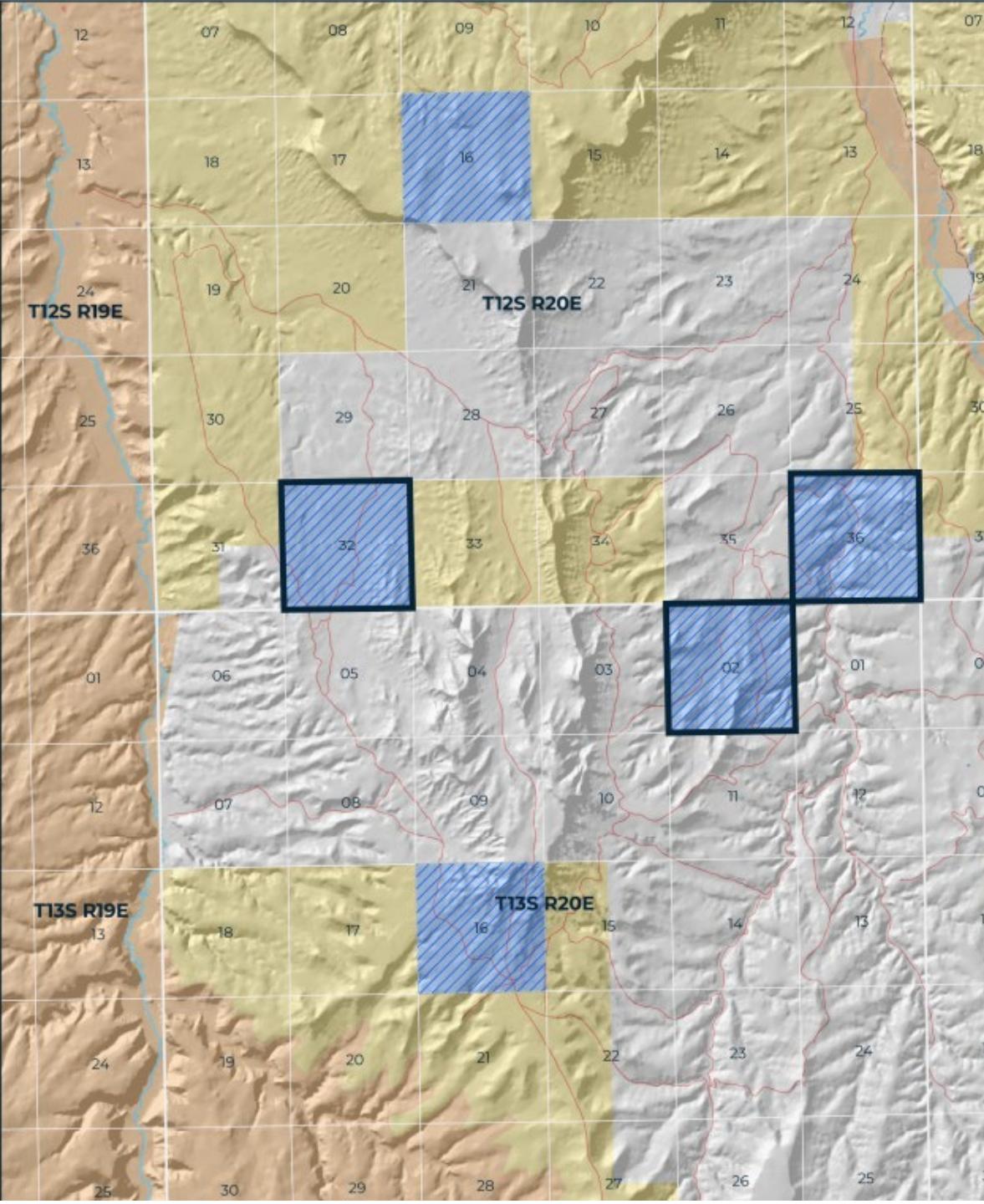
March 21, 2024

Stephanie Barber-Renteria & Chanse Rinderknecht
Energy & Minerals



Mustang Fuels, LLC Willow Creek OBA





Area

- **ML 54430 OBA**

12S-20E, Section 32: ALL – approximately 640 acres

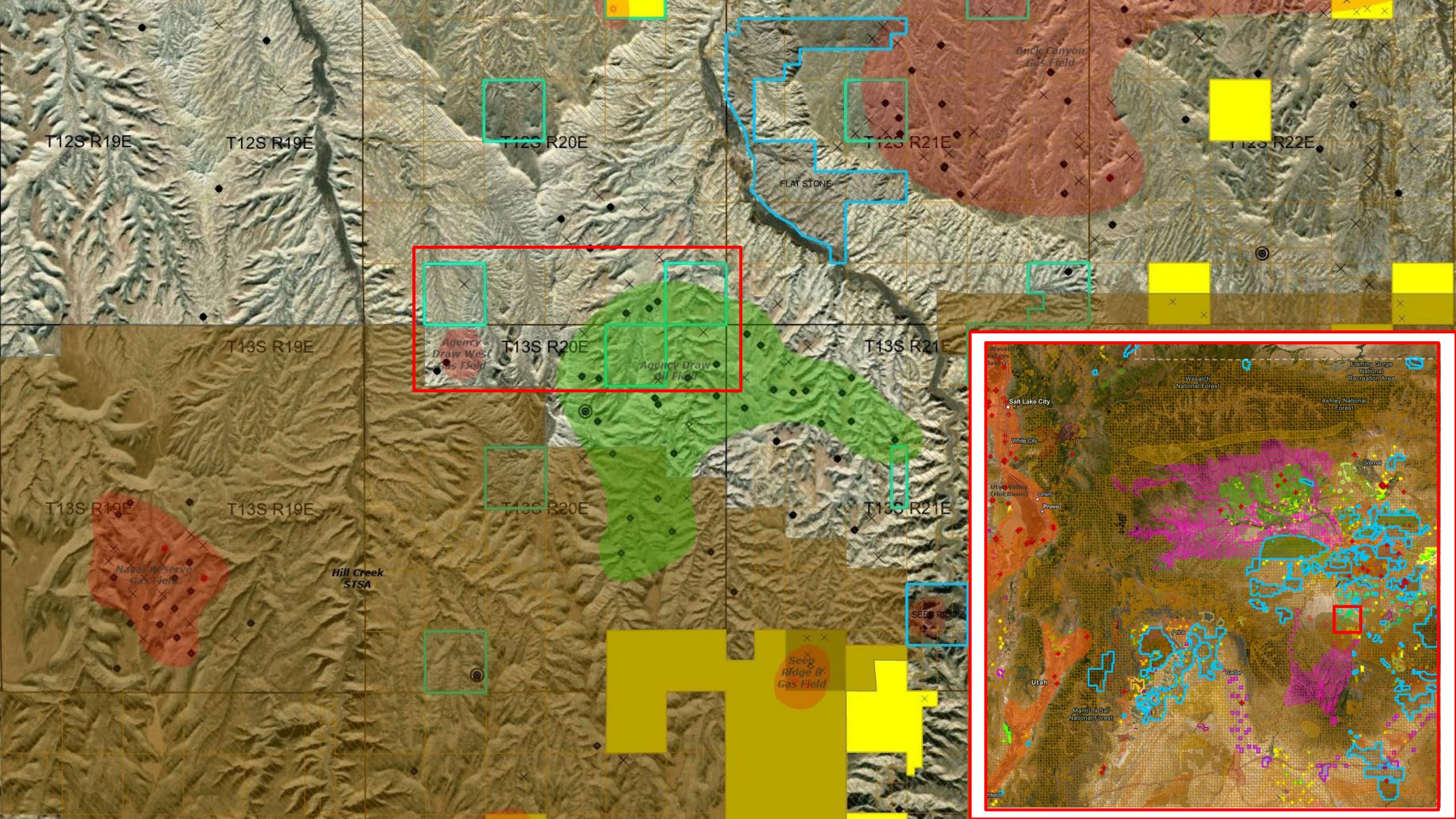
- **ML 54431 OBA**

12S-20E, Section 36: All – approximately 640 acres

- **ML 54432 OBA**

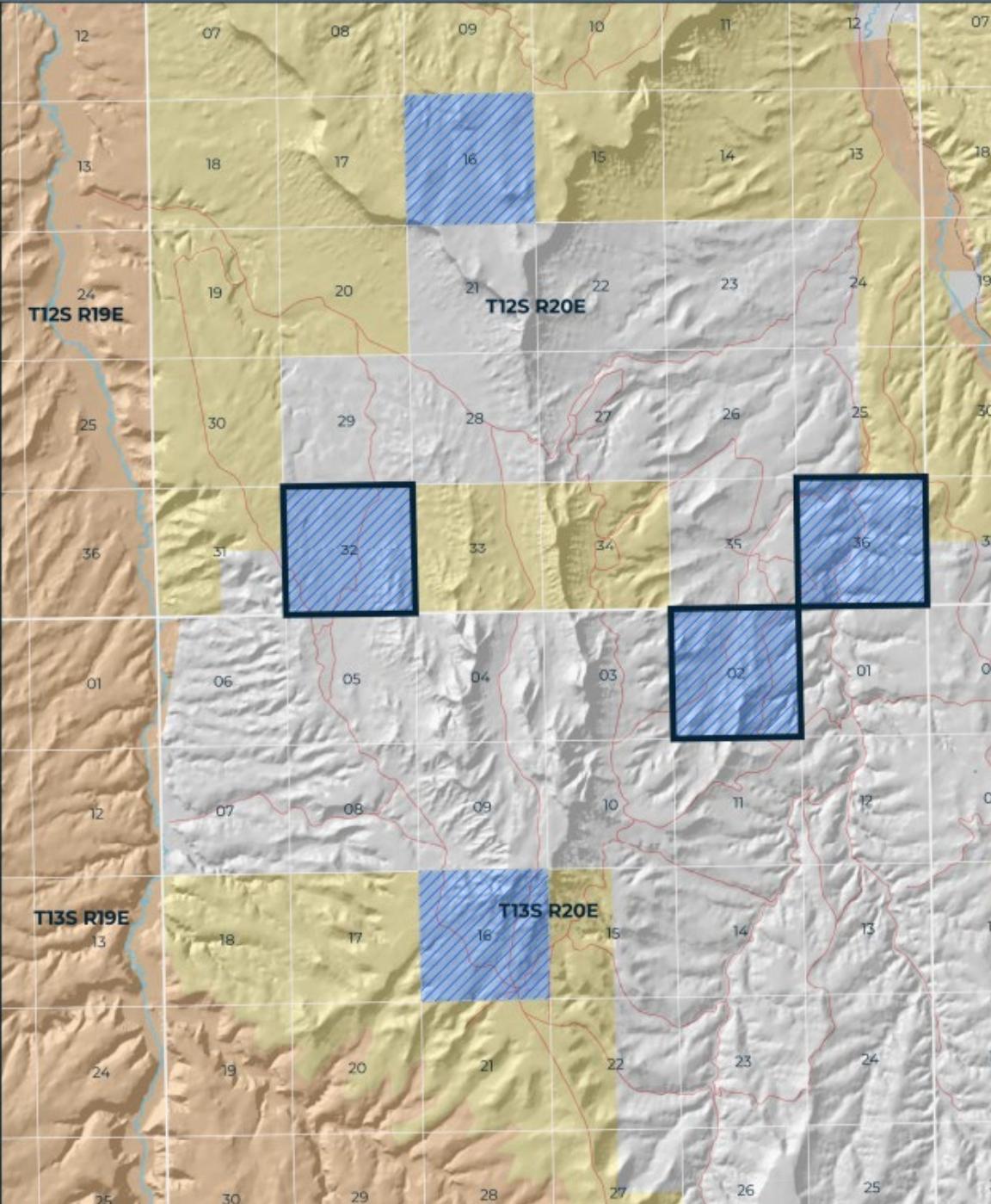
13S-20E, Section 2: Lots 1, 2, 3, 4, S2N2, S2
approximately 641.04 acres

Total Acreage ~1,921.04 acres more or less





Terms of the OBA

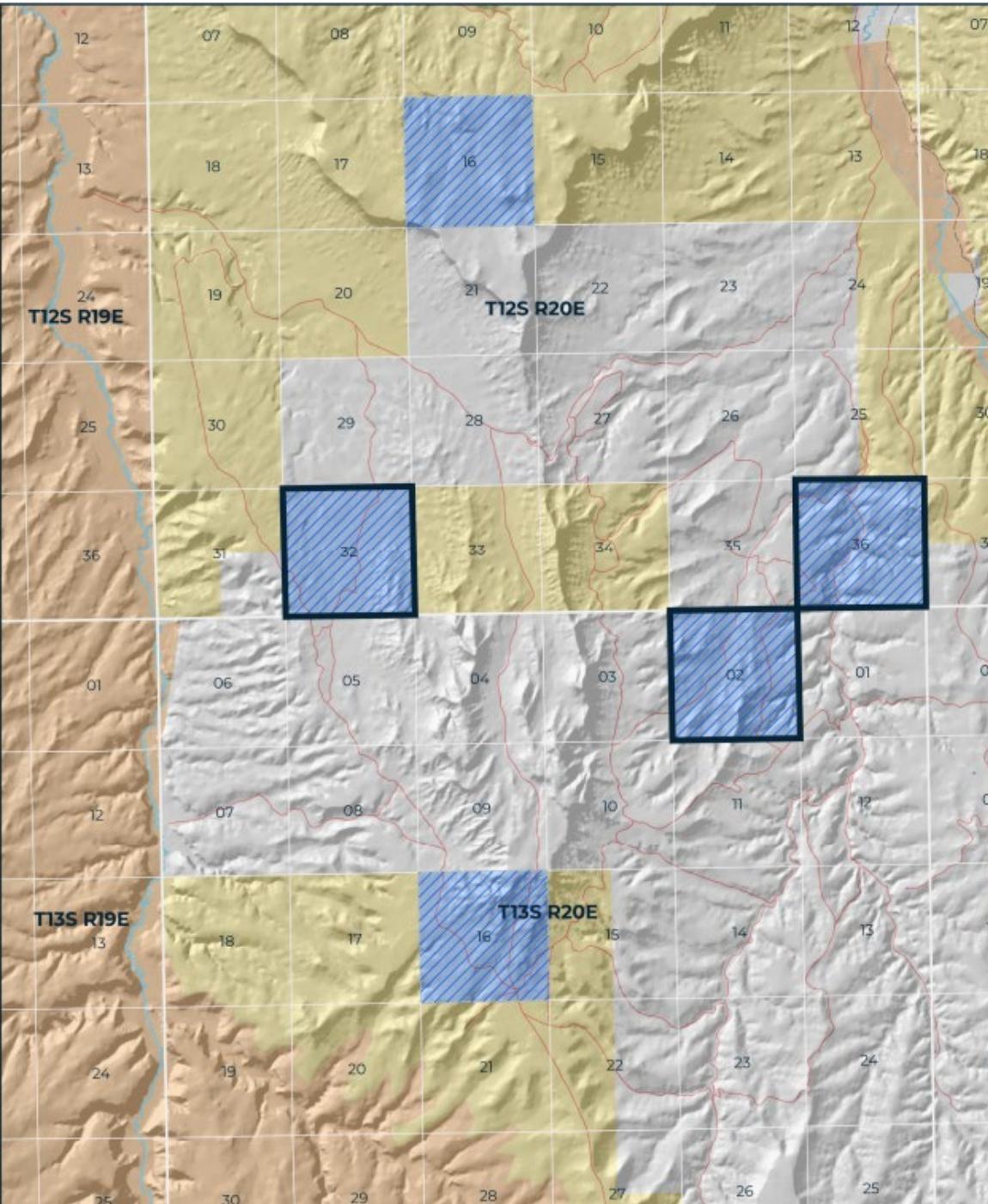


Willow Creek OBA Terms

- Total 1,921.04 Acres
- Paid-up bonus payment of \$25/acre (\$48,026.00)
- Five-year primary term
- 17% royalty rate
- \$3.00/acre rental
- Parcels have brought an array of bonus payments ranging from \$2/acre to \$50/acre, but T12S R20E S32 has brought \$450/acre... significant potential

Benefits to TLA

- Solid bonus payment for a wildcat exploration area
- Elevated royalty rate
- Mustang Fuels is familiar with the area and has operated the area in the past
- Mustang Fuels is the fee owner of the surrounding area and has plans to drill deep horizontals



“ I move to approve the Willow Creek OBA on the terms set forth in the Board Memorandum and to have the agency take all further actions necessary to finalize the transaction.”

Questions?