

Other Business Arrangement (ML 54674-OBA)

Helium, Oil, Gas and Associated Hydrocarbon Lease

Lighting Draw Unit, San Juan County, Utah

ST Oil Utah, LLC

Rachel Boyack – Lease Manager

November, 2025

Lighting Draw, San Juan County



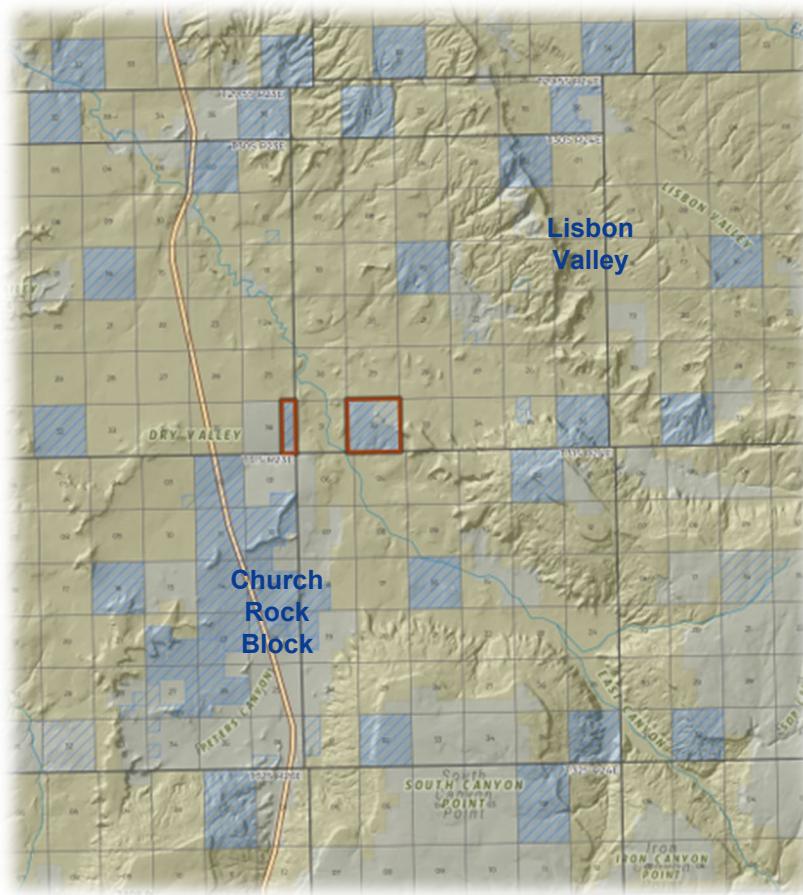
Geologic Overview

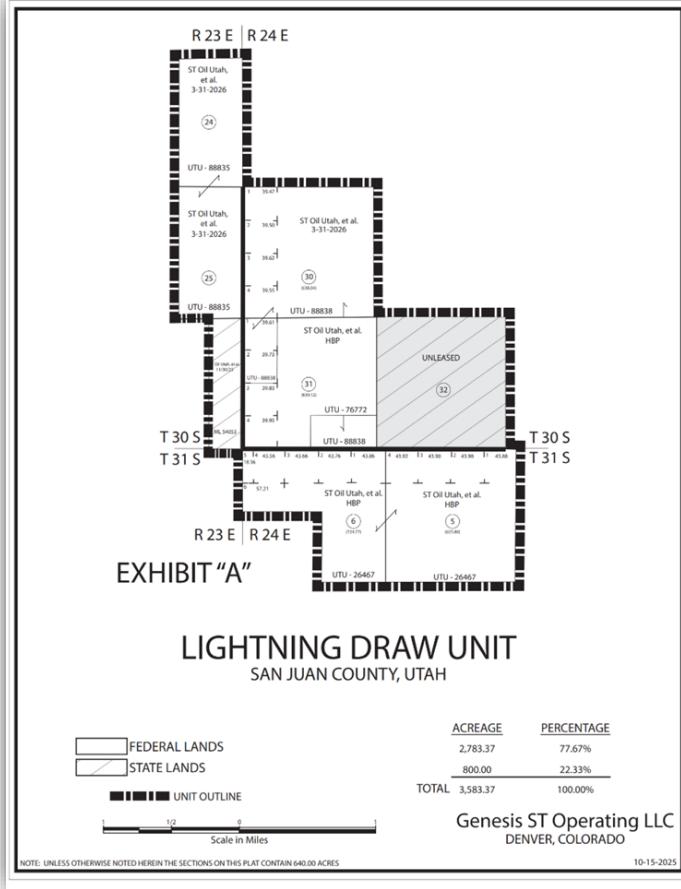
- Mississippian Paradox Basin
- Lighting Draw SE Field
- Helium Exploration

Age	Stratigraphic Unit		Thickness (ft)	Lithology
N Hermosa Group	Paradox Fm		0–14,000'	
	Pinkerton Trail Fm		0–150'	
	Molas Formation		0–100'	
M Leadville Limestone			300–600'	
	Ouray Limestone		0–150'	
	Elbert Formation		100–200'	
	McCracken Ss M		25–100'	
E "Lynch" Dolomite			800–1000'	

Overview & Proposed Terms

- T30S R23E Sec 36 –E2E2
T30S R24E Sec 32 - ALL
- ~800.00 total acres (100% Schools)
- Five-year primary term lease
- Helium, Oil, Gas and Associated Hydrocarbons
- \$2.00 per acre annual rental
- \$2.00 per acre bonus
- 16.67% royalty on Oil and Gas
- 12.5% royalty on Gaseous Helium





Rationale & Recommendation

- ST Oil Utah, LLC is well-funded and has a dedicated team who have diligently worked on the exploration for helium in this area and have the federal rights in the area.
- ST Oil Utah, LLC has worked with the BLM to form a federal Helium unit, obtain the ability to produce and process helium on site and own all the surrounding federal leases.

This OBA proposal was reviewed by the Energy & Minerals Committee on _____ 2025.

The Energy & Minerals team recommends the Board approve the ML 54674 OBA and offers the following motion:

"I move to approve the OBA with ST Oil Utah, LLC on the terms set forth in the Board Memorandum and to have the agency take all further actions necessary to finalize the transaction."

Questions?

Thank You