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SEP 28 2023
ECMC
Surety Provider No:
200649
OGCC Op No: **#10815** FATS No: **2024-0027**

FORM
3I
Rev
05/23



COLORADO
Oil & Gas Conservation
Commission
Department of Natural Resources

1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109

**FINANCIAL ASSURANCE
INSTRUMENT**



BOND NO: SU 7107300-0000 This bond is a perpetual instrument which shall remain in force and effect until all obligations have been met and the bond is released by the Colorado Oil and Gas Conservation Commission.

KNOW ALL PERSONS BY THESE PRESENTS, That we, Petroleum Exploration Company, Ltd. dba Petex of the County of Stephens, in the State of Texas as principals, and Arch Insurance Company as surety, authorized to do business in the State of Colorado, are held hereby and firmly bound unto the State of Colorado, in the penal sum of (\$ 13,000.00), Thirteen Thousand and 00/100 Dollars, lawful money of the United States, for the faithful payment of which we hereby bind ourselves, our heirs, executors, administrators, and assigns.

The Condition of this obligation is that whereas the above bounden principals propose the following oil and gas operation(s) on lands situated in the State of Colorado.

Type of Bond	Coverage	Information for Individual Bonds
<input checked="" type="checkbox"/> 702 - PA & Reclamation <input type="checkbox"/> 703 - E&P Waste Facility <input type="checkbox"/> 703 - Remediation Project <input type="checkbox"/> 703 - Seismic Activity <input type="checkbox"/> 703 - Gas Facilities <input type="checkbox"/> 703 - Produced Water <input type="checkbox"/> 703 - Commercial UIC <input type="checkbox"/> 704 - Surface Owner <input type="checkbox"/> 707 - Location Reclamation <input type="checkbox"/> 707 - Excess Out of Service <input type="checkbox"/> 707 - Compliance	Gas Facilities <input type="checkbox"/> Blanket <input type="checkbox"/> Individual Surface Owner <input type="checkbox"/> Blanket Single Well <input type="checkbox"/> Irrigated <input type="checkbox"/> Non-irrigated	Well, Location, or Facility Name and Number: _____ API, Location ID, or Facility ID Number: _____ Owner of lands where off-site land-treatment facility is located: _____ QtrQtr, Sec, Twp, Rng, Meridian: _____ County: _____

NOW, THEREFORE, If the above bounden principals shall comply with all of the provisions of the laws of the State of Colorado and the rules, regulations and requirements of the Oil and Gas Conservation Commission of the State of Colorado, with reference to properly plugging of said well or wells; with reference to land damages and the restoration of the land, as nearly as possible, to its condition at the beginning of the lease; with reference to seismic operations the proper surface restoration and plugging of any shot holes, then this obligation is void; otherwise, the same shall be and remain in full force and effect.

Principal: Petroleum Exploration Company, Ltd. dba Petex
 Address: PO Box 548
 City: Breckenridge State: TX Zip: 76424
 Phone: (254) 559-5453 Fax: _____

Witness our hands, this 26th day of September, 2023.
 Signed: Nicholas C. McClumand
 Printed Name: Nicholas C. McClumand

Surety: Arch Insurance Company
 Address: Harborside 3, 2010 Hudson Street, Suite 300
 City: Jersey City State: NJ Zip: 07311
 Phone: (201) 743-4000 Fax: _____

Witness our hands, this 21st day of September, 2023.
 Signed: Christopher Kolger
 Printed Name: Christopher Kolger, Attorney-in-Fact

Approved: [Signature]
 Director, Oil and Gas Conservation Commission
 Dated: March 28, 2024

Bond Release Approved: _____
 Director, Oil and Gas Conservation Commission
 Release Date: _____

This Power of Attorney limits the acts of those named herein, and they have no authority to bind the Company except in the manner and to the extent herein stated. Not valid for Note, Loan, Letter of Credit, Currency Rate, Interest Rate or Residential Value Guarantees.

POWER OF ATTORNEY

Know All Persons By These Presents:

That the Arch Insurance Company, a corporation organized and existing under the laws of the State of Missouri, having its principal administrative office in Jersey City, New Jersey (hereinafter referred to as the "Company") does hereby appoint:

Aaron Steffey and Chris Kolger of Houston, TX (EACH)

its true and lawful Attorney(s)in-Fact, to make, execute, seal, and deliver from the date of issuance of this power for and on its behalf as surety, and as its act and deed: Any and all bonds, undertakings, recognizances and other surety obligations, in the penal sum not exceeding One Million Five Hundred Thousand Dollars (1,500,000.00). This authority does not permit the same obligation to be split into two or more bonds In order to bring each such bond within the dollar limit of authority as set forth herein.

The execution of such bonds, undertakings, recognizances and other surety obligations in pursuance of these presents shall be as binding upon the said Company as fully and amply to all intents and purposes, as if the same had been duly executed and acknowledged by its regularly elected officers at its principal administrative office in Jersey City, New Jersey.

This Power of Attorney is executed by authority of resolutions adopted by unanimous consent of the Board of Directors of the Company on December 11, 2020, true and accurate copies of which are hereinafter set forth and are hereby certified to by the undersigned Secretary as being in full force and effect:

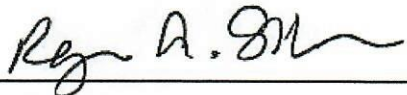
"**VOTED**, That the Chairman of the Board, the President, or the Executive Vice President, or any Senior Vice President, of the Surety Business Division, or their appointees designated in writing and filed with the Secretary, or the Secretary shall have the power and authority to appoint agents and attorneys-in-fact, and to authorize them subject to the limitations set forth in their respective powers of attorney, to execute on behalf of the Company, and attach the seal of the Company thereto, bonds, undertakings, recognizances and other surety obligations obligatory in the nature thereof, and any such officers of the Company may appoint agents for acceptance of process."

This Power of Attorney is signed, sealed and certified by facsimile under and by authority of the following resolution adopted by the unanimous consent of the Board of Directors of the Company on December 11, 2020:

VOTED, That the signature of the Chairman of the Board, the President, or the Executive Vice President, or any Senior Vice President, of the Surety Business Division, or their appointees designated in writing and filed with the Secretary, and the signature of the Secretary, the seal of the Company, and certifications by the Secretary, may be affixed by facsimile on any power of attorney or bond executed pursuant to the resolution adopted by the Board of Directors on December 11, 2020, and any such power so executed, sealed and certified with respect to any bond or undertaking to which it is attached, shall continue to be valid and binding upon the Company. **In Testimony Whereof**, the Company has caused this instrument to be signed and its corporate seal to be affixed by their authorized officers, this 6th day of August, 2021

Attested and Certified

Arch Insurance Company





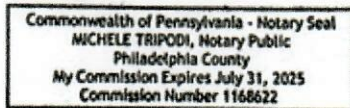


Regan A. Shulman, Secretary

Stephen C. Ruschak, Executive Vice President

STATE OF PENNSYLVANIA SS
COUNTY OF PHILADELPHIA SS

I, **Michele Tripodi**, a Notary Public, do hereby certify that Regan A. Shulman and Stephen C. Ruschak personally known to me to be the same persons whose names are respectively as Secretary and Executive Vice President of the Arch Insurance Company, a Corporation organized and existing under the laws of the State of Missouri, subscribed to the foregoing instrument, appeared before me this day in person and severally acknowledged that they being thereunto duly authorized signed, sealed with the corporate seal and delivered the said instrument as the free and voluntary act of said corporation and as their own free and voluntary acts for the uses and purposes therein set forth.



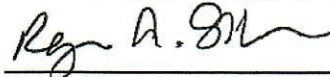


Michele Tripodi, Notary Public
My commission expires 07/31/2025

CERTIFICATION 7

I, **Regan A. Shulman**, Secretary of the Arch Insurance Company, do hereby certify that the attached **Power of Attorney dated August 6, 2021** on behalf of the person(s) as listed above is a true and correct copy and that the same has been in full force and effect since the date thereof and is in full force and effect on the date of this certificate; and I do further certify that the said Stephen C. Ruschak, who executed the Power of Attorney as Executive Vice President, was on the date of execution of the attached Power of Attorney the duly elected Executive Vice President of the Arch Insurance Company.

IN TESTIMONY WHEREOF, I have hereunto subscribed my name and affixed the corporate seal of the Arch Insurance Company on this 21st day of September, 2023.



Regan A. Shulman, Secretary

This Power of Attorney limits the acts of those named therein to the bonds and undertakings specifically named therein and they have no authority to bind the Company except in the manner and to the extent herein stated.

PLEASE SEND ALL CLAIM INQUIRIES RELATING TO THIS BOND TO THE FOLLOWING ADDRESS:

Arch Insurance – Surety Division
3 Parkway, Suite 1500
Philadelphia, PA 19102

*To verify the authenticity of this Power of Attorney, please contact Arch Insurance Company at SuretyAuthentic@archinsurance.com
Please refer to the above named Attorney-in-Fact and the details of the bond to which the power is attached.*





RECEIVED

SEP 28 2023

ECMC

September 27, 2023

Financial Assurance
c/o ECMC
1120 Lincoln, Suite 801
Denver, CO 80203

Re: Rule 702.d.(4).B, 10% contribution
BOND NO. SU 7107300-0000

To Whom It May Concern,
Enclosed in this envelope is the Financial Assurance Instrument that will cover 10% of our total Financial Assurance required under operator number 10815. If you have any questions or concerns, please contact the below.

Ali Bandy, Production Analyst
abandy@petexltd.com
254-559-5453 x120

Form 3A
Document Number: 403541639
Operator: 10815

New Instruments

Instrument	Type	Operator	Provider	Bond Type	Amount	Amount Allocated
SU 7107300-0000	SURETY BOND	10815 - PETROLEUM EXPLORATION COMPANY LTD DBA PETEX	ARCH INSURANCE COMPANY	PLUGGING	\$13,000.00	\$13,000.00