

January 23, 2023

REAGANAACI, LLC PO Box 334 Anderson, TX 77830

Subject: Use of Water Well by Landowner – **Uilkie Unit #1H** (API # 18530698) - Oil and Gas well, Grimes County, Texas

Mr. Cameron Cunneen:

This Letter will state and confirm our agreement of this date as follows:

MAGNOLIA OIL & GAS OPERATING, LLC (MAGNOLIA) agrees to allow REAGANAACI, LLC (LANDOWNER) use of an existing water well, located next to the **Uilkie Unit #1H** (API # 18530698) well pad location in Grimes County, Texas for LANDOWNER'S personal use, with the understanding that MAGNOLIA retains rights and possession of the water well for drilling and/or fracture stimulations (Frac) at said well and/or any other operations when water would be required for as long as MAGNOLIA holds the lease on the well property.

Installation, operation of a pump, and power to operate the pump for LANDOWNER'S and/or Representative's use is the sole responsibility and cost of the LANDOWNER and/or Representative, with the understanding that MAGNOLIA may, from time to time, at its discretion use the water well when needed for reworking, drilling, hydraulic fracturing, or other operations.

The water well will be transferred to the landowner after the plugging and abandonment of the **Uilkie Unit #1H** (API # 18530698) well, should the LANDOWNER elect, and should the LANDOWNER execute the water well release agreement provided by Magnolia Oil & Gas Operating or its executors, administrators, representatives, successors and/or assigns.

The LANDOWNER indemnifies MAGNOLIA and agrees to hold MAGNOLIA harmless from liability, loss, damage, and cost arising out of claims by LANDOWNER or by persons or entities other than the LANDOWNER and its invitees for injury to persons or property caused by LANDOWNER'S operations affiliated with use of the water well.

This agreement shall be binding upon the parties hereto, their heirs, executors, administrators, representatives, successors and/or assigns.

If this letter correctly states our agreement, please sign below at the signature block and return to our office. If you have any questions, please do not hesitate to contact our office at (979) 212-0144 in Giddings, Texas.

Sincerely

Malcolm McSpadon

Sr. Surface Landman for MAGNOLIA

Jeromie Wells

Production Foreman for MAGNOLIA



1-23-23

THE ABOVE CORRECTLY STATES OUR AGREEMENT.

REAGANAACI, LLC

Cameron Cunneen