

ShenHai, LLC
5847 San Felipe St, STE 2200
Houston, TX 77057

RECEIVED
ADJUDICATION SECTION
OCT 24 2025

October 21, 2025

Via Email: boemadjudication@boem.gov

United States Department of the Interior
Bureau of Ocean Energy Management ("BOEM")
Gulf of Mexico OCS Region
1201 Elmwood Park Boulevard
New Orleans, Louisiana 70123-2394

Attention: Adjudication Unit

Re: Non-Required Filings

Dear Sir or Madam:

Enclosed herewith please find the document described below:

Assignment of Overriding Royalty Interest dated effective August 1, 2020,
by ShenHai, LLC, as Assignor, and Yacob Katz, as Assignee.

Please file this document in the non-required filing records maintained by your office
affecting OCS-G 28148 under Category 5 – Overriding Royalty, Production Payment, Net
Profit.

Also enclosed is a pay.gov receipt evidencing payment of the required filing fee.
Should you have any questions, please contact the undersigned at 713.305.3999.

Thank you in advance for your courtesies in this matter.

Sincerely,



Tom H. Nguyen

Enclosures



ASSIGNMENT OF OVERRIDING ROYALTY INTEREST

UNITED STATES OF AMERICA §
§
OUTER CONTINENTAL SHELF §

This Assignment of Overriding Royalty Interest (“Assignment”) is made effective as of August 1, 2020 (the “Effective Date”), by and between **ShenHai, LLC**, a Delaware limited liability company, whose address is 5847 San Felipe St, Suite 2200, Houston Texas 77057 (hereinafter referred to as “Assignor”) and **Yacob Katz**, whose address is 15 Dulchin Arie St, Tel Aviv – Jaffa, Israel (hereinafter referred to as “Assignee”).

WITNESSETH:

For and in consideration of the sum of Ten Dollars (\$10.00), and the mutual advantages and benefits accruing to the parties hereto, the receipt and sufficiency of which are hereby acknowledged by the parties, and subject to the terms and conditions hereinafter set forth, Assignor does hereby transfer, assign, sell and convey unto Assignee an overriding royalty interest equal to the product of (i) Assignor’s Net Revenue Interest and (ii) the undivided interest set forth in **Exhibit A** (the “ORRI”) in and to all the oil, gas, hydrocarbons, and other minerals (the “Hydrocarbons”) in and under and that may be produced, saved and sold from, or attributable to, the lands described in the following oil and gas lease:

Oil and Gas Lease of Submerged Lands Under the Outer Continental Shelf Lands Act, bearing Serial Number OCS-G 28148, effective as of May 1, 2006, granted by the United States of America, as Lessor, in favor of Hunt Oil Company, as Lessee, covering all of Block 53, Walker Ridge, OCS Official Protraction Diagram, NG 15-06, INsofar AND ONLY INsofar as said lease covers the South ½ of Block 53, Walker Ridge (the “**Lease**”).

It is understood and agreed by the parties hereto that this Assignment is subject to the following terms and conditions:

1. The term “Net Revenue Interest” as used in this Assignment means with respect to the Lease, the interest of the Assignor in and to the Hydrocarbons produced, saved and sold from the Lease after deduction of the Lessor’s royalty.
2. The ORRI shall be free and clear of all drilling and operating expenses affecting the Lease, but shall bear its proportionate share of all applicable severance, excise, production or other similar taxes measured by the amount or value of production. The ORRI shall never be calculated, paid or determined on a basis in excess of the actual proceeds of production after deduction of the foregoing. The ORRI shall otherwise be calculated and paid in the same manner and same time as the Lessor’s royalty; however, that calculation and payment of the ORRI shall not be affected by any reduction, deferral, mitigation or other relief of

the Lessor's royalty allowed under the terms of the Lease or applicable laws, rules, regulations and orders. The ORRI shall be free and clear of any costs and expenses of, or in connection with, the acquisition, exploration, development and operation of the Lease and/or the lands covered thereby and any other lease(s) and/or lands pooled or unitized therewith. The ORRI shall not be due on any Hydrocarbons used for fuel in conducting operations on the Lease.

3. Assignee shall have the right to take its share of the Hydrocarbons attributable to the ORRI in kind.
4. Assignor shall not be under any obligation to maintain the Lease or to conduct any operations thereon and Assignor shall have the full right to execute a relinquishment, surrender or permit the expiration of the Lease, in whole or in part, without liability of any kind to Assignee and without the necessity of joinder or consent of Assignee.
5. Assignor expressly reserves the power, authority and right, without the necessity for the consent or joinder of Assignee, to pool and/or unitize the ORRI herein conveyed in the same manner and under the same terms, conditions and provisions as the Lessor's royalty may be pooled and/or unitized under the terms of the Lease. In the event that Assignor exercises this right, unless otherwise allocated by order of any regulatory body or other authority having jurisdiction over the Lease, Assignee shall receive on production from a unit so pooled only such portion of the ORRI as the number of acres (or net acre feet) covered by the Lease or portion thereof that are placed in any such unit or participating area bears to the total acreage (or net acre feet) so pooled in such unit or participating area.
6. This Assignment is made pursuant to that certain Limited Partnership Agreement dated September 4, 2017, as amended from time to time, by and between FLR OIL AND GAS MANAGEMENT LTD., an Israeli limited liability company, as the General Partner, and Flair Oil and Gas LP, a Gibraltarian limited liability company, as the first Limited Partner (the "Agreement"), which Agreement is incorporated herein by reference, for all purposes and made a covenant running with said Lease. In the event of a conflict between the terms and conditions of this Assignment and the terms and conditions of the Agreement, the terms and conditions of the Agreement shall prevail and apply. There shall be no merger of the Agreement with this Assignment; it being the intent of the parties hereto that the Agreement shall survive the granting of this Assignment.
7. Any transfer by the Assignor of its leasehold interest in the Lease shall be made expressly subject to the terms and conditions of this Assignment and the Agreement, and the Assignor shall require its transferee to assume all obligations owed to the Assignee under this Assignment and the Agreement. Any assignment or transfer executed in contravention of this provision shall be null and void.
8. The terms and provisions of this Assignment shall be deemed covenants running with the land covered by the Lease, and shall inure to the benefit of and be binding upon the parties hereto and their respective legal representatives, successors and assigns. Regardless of actual or constructive notice on the part of Assignor, no change in the ownership of the

ORRI, or change in the capacity or status of the Assignee, however resulting, shall impose any additional burden on Assignor.

9. The ORRI shall apply to the Lease and any extensions, renewals, or modifications of the Lease acquired by Assignor. For purposes of this paragraph, the term “renewals” shall include a wholly new lease acquired by Assignor covering the same interest as the Lease while the applicable Lease remains in full force and effect, or within twelve (12) months after the lapse of such Lease.
10. This Assignment may be executed in any number of counterparts, each of which shall be valid and binding with respect to the signatories thereto and their interests in the property conveyed hereby, but only upon execution by all the signatories of the Assignment or a counterpart hereof.

[Signature page follows]

This Assignment is executed by the parties hereto, on the dates set forth in each of their respective signature blocks, but shall be effective for all purposes as of the Effective Date.

ASSIGNOR:

ShenHai, LLC

By: 
Amit Kornhauser
President

Date: September 22, 2025

ASSIGNEE:


Yacob Katz

Date: September 22, 2025

ShenHai, LLC

By: 
Jonathan Sternberg
Chief Executive Officer

Date: September 22, 2025

EXHIBIT A – OVERRIDING ROYALTY INTEREST

ORRI OWNER	UNDIVIDED INTEREST
Yacob Katz	0.75%