



**Authorization to “Net” Revenue Disbursements and JIB Expenses**

I, \_\_\_\_\_ (printed name), as a Working Interest Owner in a single or multiples wells operated by Scorpion Oil & Gas, LLC (“Scorpion”), do hereby give my permission and authorization to Scorpion to **“Net”** my portion of current Joint Interest Billings against my portion of current Revenue Disbursements going forward. This authorization will remain in place indefinitely until I submit a written request to Scorpion with a 30-day notice to cease any future “Net” payments.

For purposes of clarity and as an example using hypothetical dollar amounts, I understand that my proportionate share of any March 2020 Revenue Disbursement (for January 2020 production) of **\$100.00** would be reduced by my proportionate share of February 2020 Joint Interest Billings of **\$25.00** and I would receive a “net” Revenue Disbursement check of **\$75.00** in March 2020. After receiving the net check of **\$75.00** I further understand that my share of Joint Interest Billings of **\$25.00** would be considered paid in full and I would not have to write a check to Scorpion for **\$25.00** for February’s Joint Interest Billing.

I have a Working Interest Ownership in the following wells and authorize a “Net” payment for all wells, whether listed or not. I understand that my preference for “Net” payments will be the same for all wells:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

\_\_\_\_\_  
**Signature (Working Interest Owner)**

\_\_\_\_\_  
**Date**