## IN THE UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF TEXAS FORT WORTH DIVISION

UNITED STATES SECURITIES AND EXCHANGE COMMISSION,	\$ \$
Plaintiff,	\$ \$
<b>v.</b>	\$ \$
THE HEARTLAND GROUP VENTURES, LLC; HEARTLAND PRODUCTION AND RECOVERY LLC; HEARTLAND PRODUCTION AND RECOVERY FUND LLC; HEARTLAND PRODUCTION AND RECOVERY FUND II LLC; THE HEARTLAND GROUP FUND III, LLC; HEARTLAND DRILLING FUND I, LP; CARSON OIL FIELD DEVELOPMENT FUND II, LP; ALTERNATIVE OFFICE SOLUTIONS, LLC;	\$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$
ARCOOIL CORP.; BARRON PETROLEUM LLC; JAMES IKEY; JOHN MURATORE; THOMAS BRAD PEARSEY; MANJIT SINGH (AKA ROGER) SAHOTA; and RUSTIN BRUNSON,	<pre>§</pre>
Defendants,	\$ \$ \$ \$
and	\$ \$
DODSON PRAIRIE OIL & GAS LLC; PANTHER CITY ENERGY LLC; MURATORE FINANCIAL SERVICES, INC.; BRIDY IKEY; ENCYPHER BASTION, LLC; IGROUP ENTERPRISES LLC; HARPRIT SAHOTA; MONROSE SAHOTA; SUNNY SAHOTA; BARRON ENERGY CORPORATION; DALLAS RESOURCES INC.; LEADING EDGE ENERGY, LLC; SAHOTA	s \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$

## JOINT MOTION TO CONTINUE MARCH 7, 2023 HEARING ON RECEIVER'S MOTION FOR AUTHORITY TO ABANDON INTERESTS IN OIL AND GAS PROPERTIES [ECF NO. 296]

### TO THE HONORABLE U.S. MAGISTRATE JUDGE HAL R. RAY, JR.:

Deborah D. Williamson, in her capacity as the Court-appointed Receiver (the "<u>Receiver</u>") for the Receivership Parties (as defined in the Receivership Order), and the Railroad Commission of Texas, through the Texas Office of the Attorney General (the "<u>RRC</u>"), file this *Joint Motion to Continue March 7, 2023 Hearing on Receiver's Motion for Authority to Abandon Interests in Oil and Gas Properties [ECF No. 296]* (the "<u>Motion</u>") and respectfully submit to the Court as follows:

1. The Court set an in-person hearing on the *Receiver's Motion for Authority to Abandon Interests in Oil and Gas Properties* [ECF No. 296] (the "<u>Oil and Gas Abandonment</u> <u>Motion</u>") on March 7, 2023, at 1:30 p.m. Central. *See generally* ECF No. 318.

2. The Receiver is working with the RRC to resolve or narrow the issues raised in the Oil and Gas Abandonment Motion, which included a meeting on February 9, 2023.

3. The Receiver and the RRC need additional time to attempt to at least narrow the issues raised or which may be raised in the Oil and Gas Abandonment Motion. Thus, the Receiver and the RRC respectfully request that the Court continue the hearing on the Oil and Gas Abandonment Motion for at least sixty (60) days, or as the Court might otherwise direct.

4. In conjunction with continuing the hearing on the Oil and Gas Abandonment Motion, the Receiver respectfully requests that the Court extend the response or objection deadline for the Oil and Gas Abandonment Motion to be no later than two (2) weeks prior to the scheduled hearing date. Additionally, the Receiver would request that the Court order that all exhibits be exchanged amongst the respective parties no later than one (1) week prior to the scheduled hearing date.

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WHEREFORE, the Receiver and the RRC respectfully request that the Court grant the

Motion, substantially in the form attached here to as **Exhibit A**.

Dated: February 13, 2023

Respectfully submitted,

By: <u>/s/ Danielle Rushing Behrends</u> Danielle Rushing Behrends State Bar No. 24086961 dbehrends@dykema.com **DYKEMA GOSSETT PLLC** 112 East Pecan Street, Suite 1800 San Antonio, Texas 78205 Telephone: (210) 554-5500 Facsimile: (210) 226-8395

and

Rose L. Romero State Bar No. 17224700 Rose.Romero@RomeroKozub.com LAW OFFICES OF ROMERO | KOZUB 235 N.E. Loop 820, Suite 310 Hurst, Texas 76053 Telephone: (682) 267-1351

### **COUNSEL TO RECEIVER**

and

KEN PAXTON Attorney General of Texas

BRENT WEBSTER First Assistant Attorney General

GRANT DORFMAN Deputy First Assistant Attorney General

SHAWN COWLES Deputy Attorney General for Civil Litigation

PRISCILLA M. HUBENAK Chief, Environmental Protection Division

<u>/s/ Mark A. Steinbach</u> MARK A. STEINBACH Assistant Attorney General State Bar No. 24056653 Mark.Steinbach@oag.texas.gov

Environmental Protection Division Office of the Attorney General P.O. Box 12548, MC 066 Austin, Texas 78711-2548 Phone: (512) 475-4019

Attorneys for the Railroad Commission of Texas

# **CERTIFICATE OF CONFERENCE**

The Receiver, through the undersigned counsel, conferred with counsel for Plaintiff, Securities and Exchange Commission (the "<u>Commission</u>") on February 10, 2023, regarding the relief requested in the Motion. The Commission consents to the relief requested in the Motion.

<u>/s/ Danielle Rushing Behrends</u> Danielle Rushing Behrends

#### **CERTIFICATE OF SERVICE**

I hereby certify that on February 13, 2023, the foregoing document was served via CM/ECF on all parties appearing in this Case, including counsel for Plaintiff, Securities and Exchange Commission, and on the following via U.S. first-class mail:

Railroad Commission of Texas Attention: Laura Valdez Office of General Counsel—Legal Enforcement Section P.O. Box 12967 Austin, Texas 78711-2967

Railroad Commission of Texas Attn: Megan Neal Office of General Counsel—Legal Enforcement Section P.O. Box 12967 Austin, Texas 78711-2967

Mark A. Steinbach Office of the Texas Attorney General P.O. Box 12548 Austin, Texas 78711-2548

James Ikey Bridy Ikey 103 Bayonne Drive Mansfield, Texas 76063

IGroup Enterprises LLC c/o James Ikey 103 Bayonne Drive Mansfield, Texas 76063

John Muratore Muratore Financial Services, Inc. Thomas Brad Pearsey c/o Theodore Grannatt McCarter & English, LLP 265 Franklin Street Boston, Massachusetts 02110 Manjit Singh (aka Roger) Sahota Harprit Sahota Monrose Sahota Sunny Sahota 3371 Knickerbocker Road Unit #185 San Angelo, Texas 76904

<u>/s/ Danielle Rushing Behrends</u> Danielle Rushing Behrends

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# EXHIBIT A

## IN THE UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF TEXAS FORT WORTH DIVISION

UNITED STATES SECURITIES AND EXCHANGE COMMISSION,	\$ \$	
Plaintiff,	\$ \$	
<b>v.</b>	\$ \$	
THE HEARTLAND GROUP VENTURES, LLC; HEARTLAND PRODUCTION AND RECOVERY LLC; HEARTLAND PRODUCTION AND RECOVERY FUND LLC; HEARTLAND PRODUCTION AND RECOVERY FUND II LLC; THE HEARTLAND GROUP FUND III, LLC; HEARTLAND DRILLING FUND I, LP; CARSON OIL FIELD DEVELOPMENT FUND II, LP; ALTERNATIVE OFFICE SOLUTIONS, LLC;	\$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$	
ARCOOIL CORP.; BARRON PETROLEUM LLC; JAMES IKEY; JOHN MURATORE; THOMAS BRAD PEARSEY; MANJIT SINGH (AKA ROGER) SAHOTA; and RUSTIN BRUNSON,	\$ \$ No. 4:21-cv-1310-O-BP \$	
Defendants,	\$ \$ \$ \$	
and	8 §	
DODSON PRAIRIE OIL & GAS LLC; PANTHER CITY ENERGY LLC; MURATORE FINANCIAL SERVICES, INC.; BRIDY IKEY; ENCYPHER BASTION, LLC; IGROUP ENTERPRISES LLC; HARPRIT SAHOTA; MONROSE SAHOTA; SUNNY SAHOTA; BARRON ENERGY CORPORATION; DALLAS RESOURCES INC.; LEADING EDGE ENERGY, LLC; SAHOTA	s § § § § §	

## ORDER GRANTING JOINT MOTION TO CONTINUE MARCH 7, 2023 HEARING ON RECEIVER'S MOTION FOR AUTHORITY TO ABANDON INTERESTS IN OIL AND GAS PROPERTIES [ECF NO. 296]

CAME ON THIS DAY to be considered, the *Joint Motion to Continue March 7, 2023 Hearing on Receiver's Motion for Authority to Abandon Interest in Oil and Gas Properties [ECF No. 296]* (the "<u>Motion</u>").<sup>1</sup> After considering the Motion, any supporting papers, and any responses thereto, the Court is of the opinion that said Motion should be **GRANTED** in all respects. **IT IS** 

# **THEREFORE ORDERED** that:

1. The Motion is **GRANTED** in all respects.

2. The March 7, 2023 hearing on the *Receiver's Motion for Authority to Abandon Interest in Oil and Gas Properties* [ECF No. 296] (the "<u>Oil and Gas Abandonment Motion</u>") is continued to \_\_\_\_\_\_, 2023, at \_:\_\_\_.m.

3. The deadline to file any response or objection to the Oil and Gas Abandonment Motion shall be no later than \_\_\_\_\_, 2023, which is two (2) weeks prior to the scheduled hearing date.

All exhibits shall be exchanged amongst the respective parties by no later than
, 2023, which is one (1) week prior to the scheduled hearing date.

Signed this \_\_\_\_\_day of \_\_\_\_\_\_, 2023.

HAL R. RAY, JR. UNITED STATES MAGISTRATE JUDGE

<sup>&</sup>lt;sup>1</sup> Capitalized terms used herein but not otherwise defined shall have the meaning ascribed in the Receivership Order or the Motion, as applicable.

Prepared and submitted by:

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and

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## **COUNSEL TO RECEIVER**