IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF LOUISIANA

LISA T. LEBLANC, ET AL.

CIVIL ACTION

v.

NO. 12-2059 AND CONSOLIDATED

CASES

TEXAS BRINE, LLC ET AL.

SECTION A (5)

HONORABLE JAY C. ZAINEY

ORDER OF PRELIMINARY APPROVAL OF PROPOSED SETTLEMENT

Except as otherwise expressly provided below or as the context otherwise requires, all capitalized terms used in this Order of Preliminary Approval of Proposed Settlement shall have the meanings and/or definitions given them in the Settlement Agreement ("Agreement") entered into by and between Class Counsel, on behalf of the Class, and Vulcan and Occidental. The original of the Agreement is filed in these proceedings as Exhibit A to the Motion for Preliminary Approval of Proposed Settlement (the "Motion") signed by or on behalf of the Class and Vulcan and Occidental.

On considering the Motion for Preliminary Approval of Proposed Settlement, filed by the plaintiff class, as represented by Class Counsel for (i) preliminary approval of the Agreement and the Settlement as fair, reasonable, and adequate, and (ii) an order preliminarily certifying the Class as Defined, the Agreement and all exhibits thereto, the evidence submitted to the Court by the parties in support of this motion, the record of these proceedings, the recommendation of counsel for the moving parties, and the requirements of law, including, without limitation, Rule 23 of the

Federal Rules of Civil Procedure, the Court finds, upon preliminary review, that (1) this Court has jurisdiction over the subject matter and parties to this proceeding; (2) the proposed Agreement is the result of arms-length negotiations between the parties; (3) the proposed Agreement is not the result of collusion; (4) the settlement as proposed in the Agreement bears a probable, reasonable relationship to the claims alleged by the plaintiffs and the litigation risks of the settling parties; and (5) the settlement as proposed in the Agreement is within the range of possible judicial approval. The Court further finds that the proposed definition of the Class is appropriate. Accordingly:

IT IS ORDERED that:

- (1) The Agreement and all exhibits attached thereto and/or to the Motion and the Agreement are preliminarily approved by the Court as being fair, reasonable, and adequate, entered into in good faith, free of collusion to the detriment of the Class, and within the range of possible judicial approval.
- (2) The notice, in the form attached to the Motion as Exhibits B and C, and the dissemination of such notice as described in paragraph 13 of the Motion, is reasonable within the meaning of Federal Rule of Civil Procedure 23 and all other applicable law.
 - (3) The following class ("Class as Defined") is hereby preliminarily certified, for settlement purposes only, and shall consist of the following. Capitalized terms used herein are defined in the Agreement:

"Class" or "Class Members" means any person or entity (a) who are or were, at or after the time of the Sinkhole Occurrence, owners of, and any person or entity holding the right to sue on behalf of owners of, uninhabited land, including land with camps or structures that are not occupied as permanent residences, within a two mile radius of the Center Of The Sinkhole, including owners of, and any person or entity holding the right to sue on behalf of owners of, the Hebert Tracts; and (b) the following businesses: Tee's Silk Screening, Cutting Edge Hair Salon, Laser Construction, Brenda Romero, Automotive Remodeling Service, Town & Country Holding Company, LLC, Beryl Gomez Realty, and Cajun Land Realty. The

persons and entities specifically listed in Exhibit A to the Agreement are excluded from the Class.

In so holding, the Court finds that the prerequisites of Rule 23 of the Federal Rules of Civil Procedure are satisfied and that the Class as Defined may be certified.

- (3) Michael Landry, Mary Russo, and Leah Payne to are hereby preliminarily approved to appear on behalf of and serve as representatives for the Class in the Class Action pursuant to Rule 23 of the Federal Rules of Civil Procedure.
- (4) Class Counsel previously approved by this Court in the *Leblanc* class -- i.e., Calvin C. Fayard, Jr., Lawrence J. Centola, III, Matthew B. Moreland, and Richard Perque -- shall continue to appear on behalf of and serve as counsel for the Class in the Class Action pursuant to Rule 23 of the Federal Rules of Civil Procedure.
- (5) The funds deposited and to be deposited into the Settlement Fund are designated as a qualified settlement fund pursuant to the U.S. Int. Rev. Code § 468B (26 U.S.C. § 468B) and shall be regulated according to the regulations promulgated thereunder from the date of this order; this Court shall assume continuing jurisdiction over the Settlement Fund in accordance with U.S. Int. Rev. Code § 468B (26 U.S.C. § 468B) and the regulations promulgated thereunder; and the funds in such account may be invested, disbursed, paid, and/or transferred in accordance with the provisions of the Agreement.
- (6) The appointment of Ralph Tureau as special master to assist the Court to: (i) devise a plan for establishing appropriate reserves to be deducted from the settlement funds in order to establish the amount available from the settlement funds for distribution to Class Members; (ii) establish appropriate criteria for evaluation of claims of Class Members; (iii) review and evaluate claims of Class Members in accordance with the criteria so established; (iv) establish proposed allocations for each Class Member in accordance with these criteria and evaluations; (v) prepare a

proposed plan for pro-rata distribution of the proposed allocations; (vi) submit to the Court a report on the above, along with recommendations for the Court's consideration in proceeding with the allocation and distribution process following the Effective Date; (vii) engage such staff, deputies, and experts as reasonably necessary and conduct such hearings as may be necessary and appropriate to carry out this assignment, the Class Member disbursements, and individual allocation and distribution of class counsel fees and cost reimbursements; and (viii) perform such other acts and functions as may be necessary or appropriate to fulfill the duties and responsibilities as set forth herein, assist the Court in further settlement negotiations, or as the Court may direct, is hereby approved.

- (7) Except as otherwise provided in the Agreement, the Settlement Fund shall be maintained and managed at interest under the supervision and orders of the Court.
- (8) No disbursements from the Settlement Fund shall be permitted, except in accordance with the Agreement, unless and until the Effective Date has occurred.
- (9) Any contingency fee contracts dated after September 1, 2015 shall not be enforceable, absent good cause shown following appropriate judicial proceedings.
- (10) The Court will approve a notice plan and the form of notices to putative Class Members after considering proposed forms of the same to be submitted by Class Counsel, with input and participation of Vulcan and Occidental.
- (11) Contemporaneously with approval of the notice plan and the form of the notices to putative Class Members, the Court shall hold a fairness hearing on May 9, 2018 at 9:30 am to consider comments/objections regarding the Agreement and the proposed settlement set forth therein and to consider its fairness, reasonableness, and adequacy under Rule 23 of the Federal Rules of Civil Procedure.

- (including discovery) arising from or related to the Sinkhole Occurrence and related acts and/or omissions by, on behalf of, or through any Class Members against any of the Released Parties (excluding, therefrom, however, those proceedings within the Class Action necessary to obtain certification of the Class as Defined and final approval of the Settlement in accordance with the Agreement), are hereby stayed during the pendency of these settlement proceedings and until further ordered by this Court.
- (13) The stay provided herein prohibits any other action arising out of, related to, or connected in any way with the Class Action and/or the Subject Matter of the Class Action from being certified as a class action.
- (14) The Court reserves the right to approve the proposed Agreement with or without modification.
- Vulcan and Occidental, if the Effective Date does not occur, pursuant to the terms of the Agreement, or in the event that the Agreement does not become effective as required by its terms for any other reason, this Order of Preliminary Approval of Proposed Settlement shall become null and void as regarding (a) the Released Parties, and (b) Class Counsel and the Class, and such parties shall be restored to their respective positions *status quo ante*; in such event, this Order of Preliminary Approval of Proposed Settlement shall have no force and effect regarding (aa) the Released Parties, and (bb) Class Counsel and the Class, and in all events, nothing in this Order of Preliminary Approval of Proposed Settlement shall constitute, be construed as, or be admissible as evidence of an admission by any Released Party that the Class Action or any other proposed

class action can be or is properly certified for trial or litigation purposes under Rule 23 of the Federal Rules of Civil Procedure or any similar statute or rule.

(16) This Court shall maintain continuing jurisdiction over these settlement proceedings to assure the effectuation thereof for the benefit of the Class, including the allocation and distribution of all available settlement funds and hearing thereon.

Thus done and signed, this 9th day of March, 2018, in New Orleans, Louisiana.

UNITED STATES DISTRICT JUDGE