EJW Family, Ltd.

Non-Operated PDP and ORRI Package
Fremont & Natrona Counties, Wyoming
Executive Summary

The Oil and Gas Asset Clearinghouse, LLC is partnering with EJW Family, Ltd. to market a package that includes 16.13% WI (non-op), 13.6% NRI, and 1.372% ORRI in Lower Fort Union Participating Area “A” of the Madden Deep Unit in Fremont and Natrona Counties, WY. Also included is an 8% WI in the Madden Gas Gathering System.

Asset Highlights

- Primarily gas producing unit producing from the Lower Fort Union reservoir
- Operated by ConocoPhillips, consistent LOE expense
- 8% WI in a pipeline with $0.45/mcf gathering fee (“MGGS”)
- 549 / 82 bopm average* oil production (gross / net)
- 502 / 75 MMcf/mo average* gas production (gross / net)
- Seasonal cash flow with skew towards winter months
- $40k/mo net cash flow last 12 & 18-month avg.
- Offset horizontal activity in Fort Union reservoir

| Total wells | 147 |
| WI / NRI / ORRI / MGGS WI | 16.13 / 13.60 / 1.37 / 8.0% |
| Avg. Net Monthly Production* | 68 / 53,705 (bopm / mcf) |
| Last 12 months Avg. Net Cash Flow | $40,000/mo |

* 2019 average through 9/1/19

Source: Enverus
**PDP & Cash Flow Summary**

**Monthly Production**
- 549 bopm / 502 MMcfpm gross monthly production
- Steady, stable PDP decline (10% gas, 17% oil)
- 81 active wells producing from the Lower Fort Union reservoir
- 1.2 MBO / 1.07 Bcf / 134 MBO net reserves*

**Monthly Cash Flow**
- Seasonal cash flows
- $10k/mo last 6-month net cash flow
- $40k/mo last 12/18-month net cash flow
- Consistent LOE/boe
- $17/boe for last 6, 12, & 18 months

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*Economics based on 11/2019 as of date, $60/bbl flat oil, $3/mcf flat gas, & $15/bbl flat NGL, 5.87% severance tax, 6.94% ad valorem, 80% shrink, 0.10 bbl/mcf NGL yield, $670k/mo fixed LOE, $1/mcf variable LOE, 16.13% WI, 13.6% NRI, 1.37% ORRI
Operator Presence in the Vicinity

Aethon Energy Operating’s GBU 10-43 well achieved an average IP24 rate of 31 MMcfe/D in Nov-2016. The company has since spud and tested 8 more wells in the region.

Footnotes: Wells within a 15-mile radius spud after Jan-2015

Aethon Energy and Providence Energy hold overlapping acreage pursuant to their acquisition of these assets from EnCana in Mar-2015
Aethon United LP (Aethon Energy Operating)
Aethon United LP received an equity commitment from RedBird Capital Group in Apr-2015 and from Ontario Teacher’s Pension Plan in Aug-2016
Commitment ($) - Unknown
Brief - Holds 181,000 net acres in Wind River basin of Wyoming.

Providence Energy Operators LLC
Providence Energy Operators LLC received $600 million in equity commitments from a major US-based pension fund in Jan-2015
Commitment ($) - $600 million
Brief - Focused on Permian and Anadarko basins, with acreage in Texas, Oklahoma, Wyoming and Colorado.

Footnotes: Aethon Energy and Providence Energy hold overlapping acreage pursuant to their acquisition of these assets from EnCana in Mar-2015

Source: Enverus
Historical Transactions
Transactions in the vicinity include acquisitions by Hilcorp Energy, EOG, Aethon Energy, Providence Energy and Hyperion Oil & Gas.

- **Hilcorp Energy - Chevron; Dec-16**
  - Deal Type: Property

- **EOG - Yates Petroleum; Sep-16**
  - Deal Type: Corporate
  - Assets: 1,600,000 net acres total, including 200,000 net acres in Powder River basin

- **Aethon Energy, Providence Energy, Hyperion O&G - EnCana; Mar-15**
  - Deal Type: Property
  - Assets: 188,000 net acres

Footnotes: Transactions announced after Jan-2015

Source: Enverus
Sale Process

- Electronic Data Room Opens 12/16/2019
- Bids Due 2/3/2020
- Effective date of transaction 1/1/2020
- Bid instructions available in EDR

For additional questions or information, please contact our team:

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The EJW Family, Ltd. ("Company") is selling certain leasehold assets in Fremont & Natrona County, Wyoming. Oil & Gas Asset Clearinghouse, LLC ("Clearinghouse") is the exclusive technical, marketing, and transaction advisor for this sale. The Company and Clearinghouse make no representations or warranties, either express or implied, as to the accuracy or completeness of this information or its suitability for any purpose. The sales process contemplated herein is not exclusive. The Company and Clearinghouse reserve the right to withdraw all or any portion of the assets or change all or any terms of this sales process at any time without notice to any potential purchaser.