

OIL & GAS ASSET
CLEARINGHOUSE

J L Resources Inc.

Oklahoma Producing Property
Blaine County, Oklahoma



COMPREHENSIVE A&D SERVICES FOR THE OIL & GAS INDUSTRY

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J L Resource Asset Executive Summary

Blaine County, OK

The Oil and Gas Clearinghouse is partnering with J L Resources to market Non-Operated working interest in 1 well from the Morrow formation located in Blaine County, OK.

Opportunity Highlights

Non operated interest in legacy gas & NGL production from the Morrow formation

1 producing well operated by Eagle Road Oil, LLC

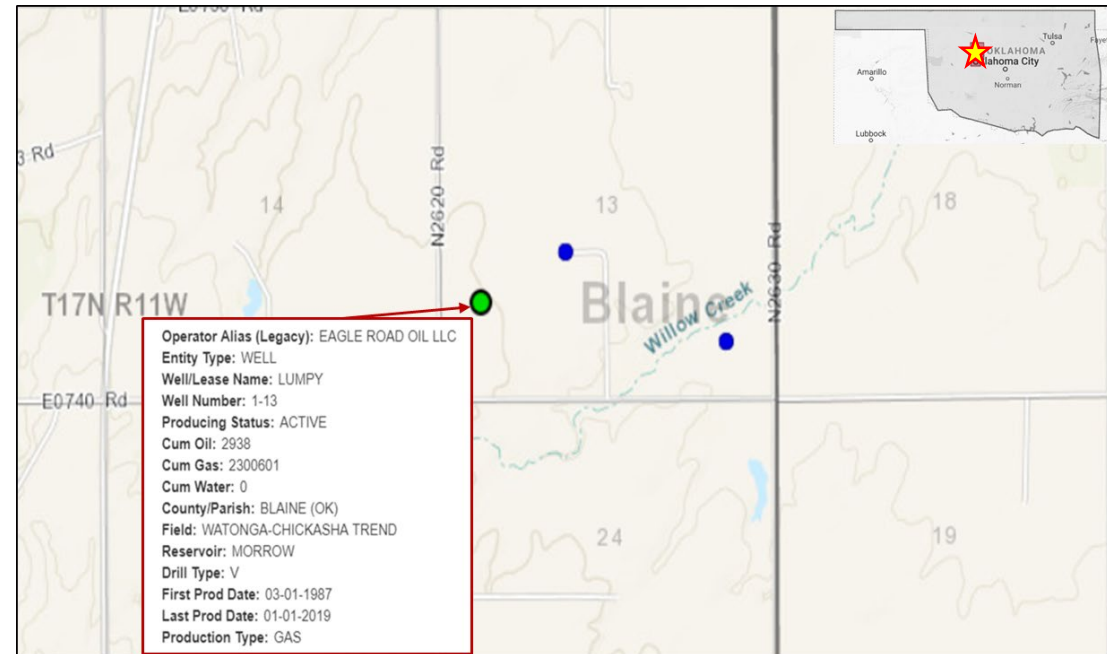
Efficient field operations resulting in 0 negative net cash flow months over last 30 months

Well diversified mix of gas & NGL revenue streams averaging ~\$585/mo in net cash flow (LTM)

Low legacy production declines leading to consistent net cash flows

Auction Closes September 5, 2019

Asset Locator Map



Asset Highlights

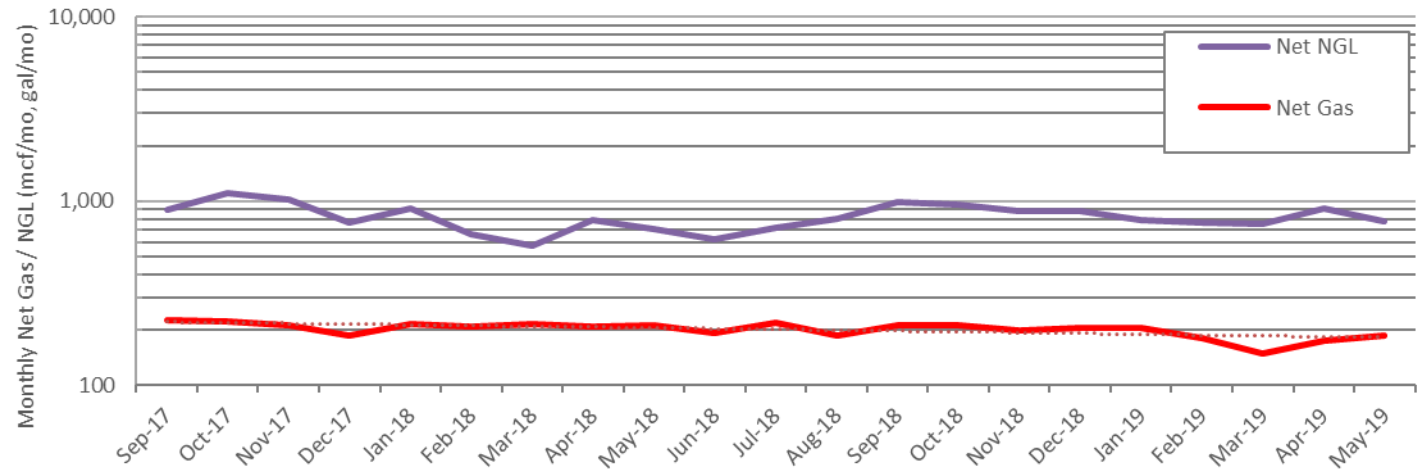
| | |
|------------------------|--------------|
| Gross PDP wells | 1 |
| PDP WI / NRI | 11.6% / 8.9% |
| Current Net Production | ~52 BOE/Mo |

Production & Cash Flow Summary

Blaine County, OK

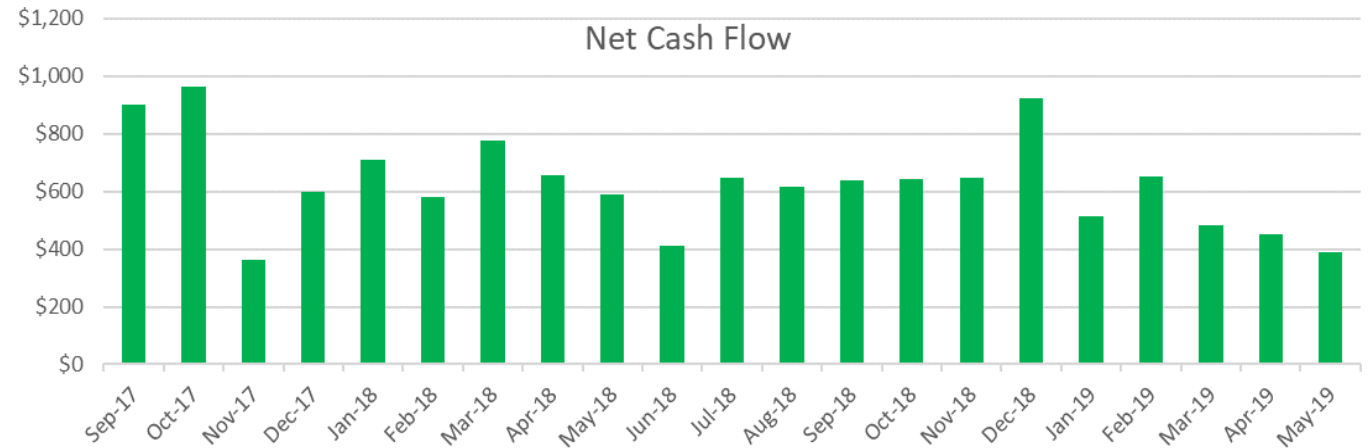
Monthly Net Production

- ~18.6 boe/d gross avg. production (L6M)
- Low legacy annual decline rate of ~6%/yr
- 60/40% mix of gas/NGL, respectively
- Consistent NGL yield ~0.1 bbl/mcf
- Cum. oil: 2,938
- Cum. gas: 2,308,318



Monthly Net Revenue

- LTM net cash flow ~\$585/mo
- 85% realization of NYMEX gas prices
- ~\$7k in cumulative net cashflow over LTM
- Low \$/BOE LOE due to efficient operations
- Well diversified mix of gas & NGL cash flow streams (~50/50)



Sale Process

- **Electronic Data Room Available August 15, 2019**
- **Bids Due September 5, 2019**

| August | | | | | | | September | | | | | | |
|--------|----|----|----|----|----|----|-----------|----|----|----|----|----|----|
| M | T | W | Th | F | Sa | Su | M | T | W | Th | F | Sa | Su |
| | | | 1 | 2 | 3 | 4 | | | | | | | 1 |
| 5 | 6 | 7 | 8 | 9 | 10 | 11 | 2 | 3 | 4 | 5 | 6 | 7 | 8 |
| 12 | 13 | 14 | 15 | 16 | 17 | 18 | 9 | 10 | 11 | 12 | 13 | 14 | 15 |
| 19 | 20 | 21 | 22 | 23 | 24 | 25 | 16 | 17 | 18 | 19 | 20 | 21 | 22 |
| 26 | 27 | 28 | 29 | 30 | 31 | | 23 | 24 | 25 | 26 | 27 | 28 | 29 |

 EDR Open
 Bids Due

For additional questions about Clearinghouse or to obtain information regarding the sale or acquisition of properties with us, please contact our management team:

| | | |
|---|--|--|
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Oil & Gas Asset Clearinghouse

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J L Resources, Inc("Seller") is selling certain leasehold assets in Blaine County, Oklahoma. Oil & Gas Asset Clearinghouse, LLC ("Clearinghouse") is the exclusive technical, marketing, and transaction advisor for this sale. The Seller 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 Seller 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.