



OIL & GAS ASSET
CLEARINGHOUSE

TXO Production Corp.

**Overriding Royalty Interest
Package**

Jackson County, Texas

COMPREHENSIVE A&D SERVICES FOR THE OIL & GAS INDUSTRY

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Executive Summary

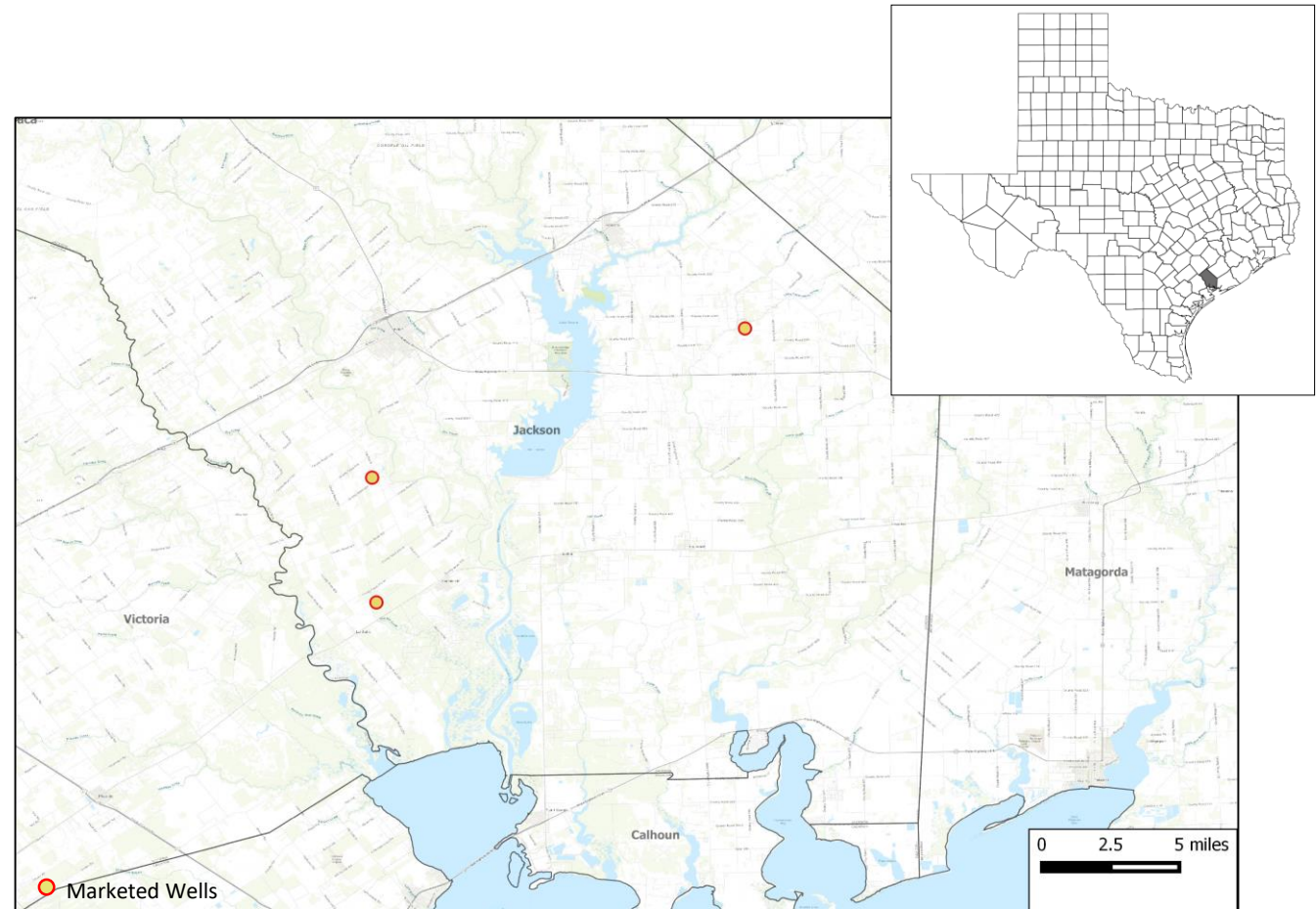
**Bids Due
June 11, 2020**

Private Sale

The Oil and Gas Asset Clearinghouse, LLC is partnering with TXO Production Corp. to market an Overriding Royalty Interest (ORRI) package that includes 3 leases in Jackson County, Texas

Asset Highlights

- 2.5 – 5.0 % ORRI in Jackson County, Texas
- 304.5 gross acres across 3 leases
- Operated by 25 Resources & Mamerow Energy Corp.
- 1,017 / 44 avg. monthly oil production (gross / net)
- 157 / 8 avg monthly gas production (gross / net)
- \$3,030 / mo average net cash flow (last 9 months)



Total producing wells	2
ORRI	2.5-5.0%
Net Monthly Production*	44 / 8 (bopm / mcfm)
Avg. Net Cash Flow	\$3,030 / mo

*Production is last 6 month average

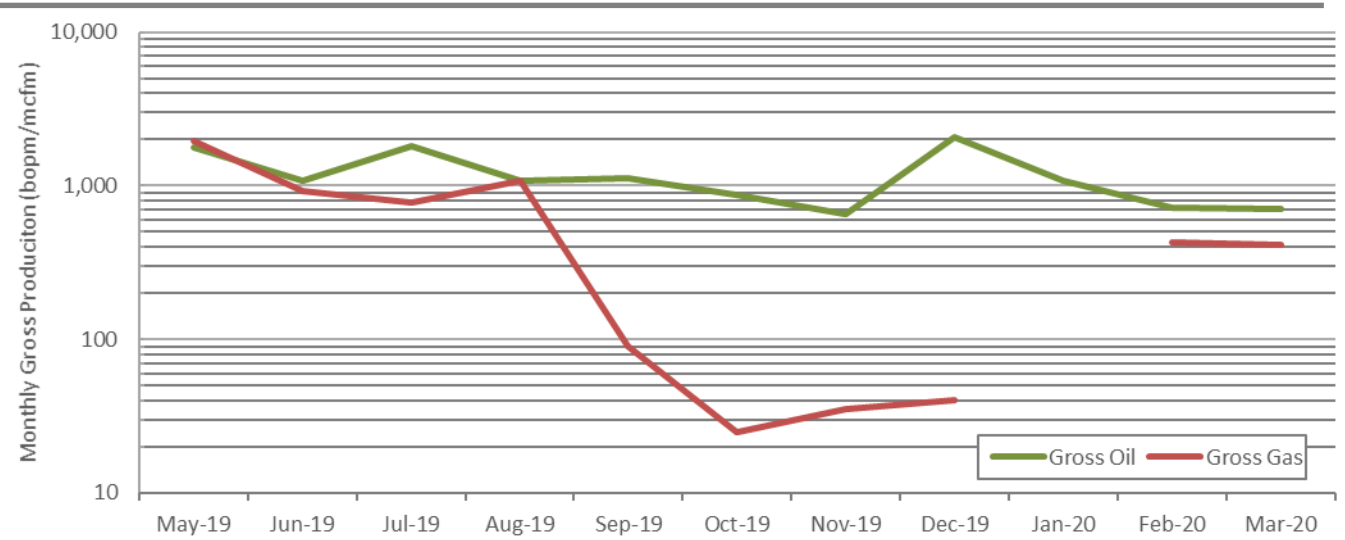
PDP & Cash Flow Summary

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Private Sale

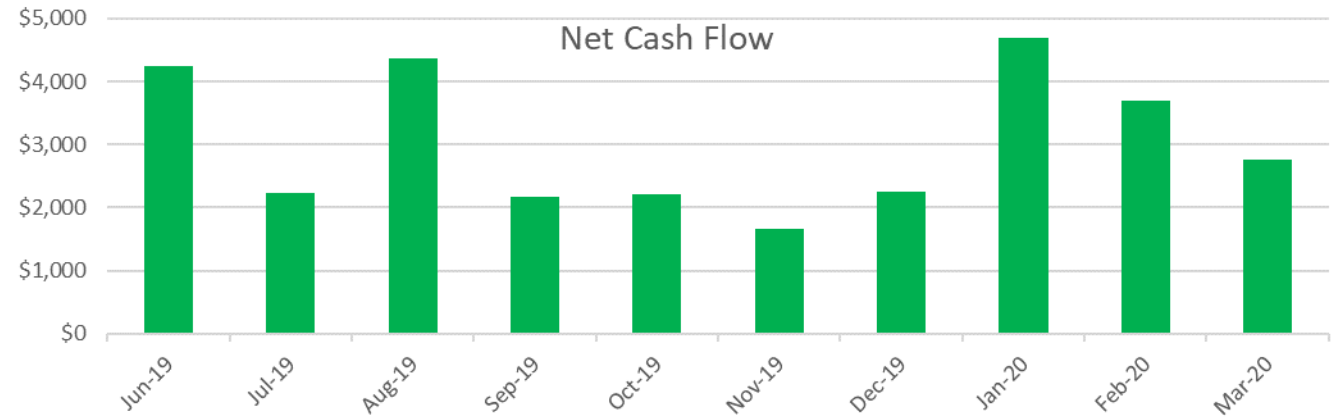
Monthly Production

- 2 producing wells
- 644 / 30 avg. monthly oil production (gross / net)
- 140 / 7 avg monthly gas production (gross / net)
- Producing from the Marg. & Frio reservoirs



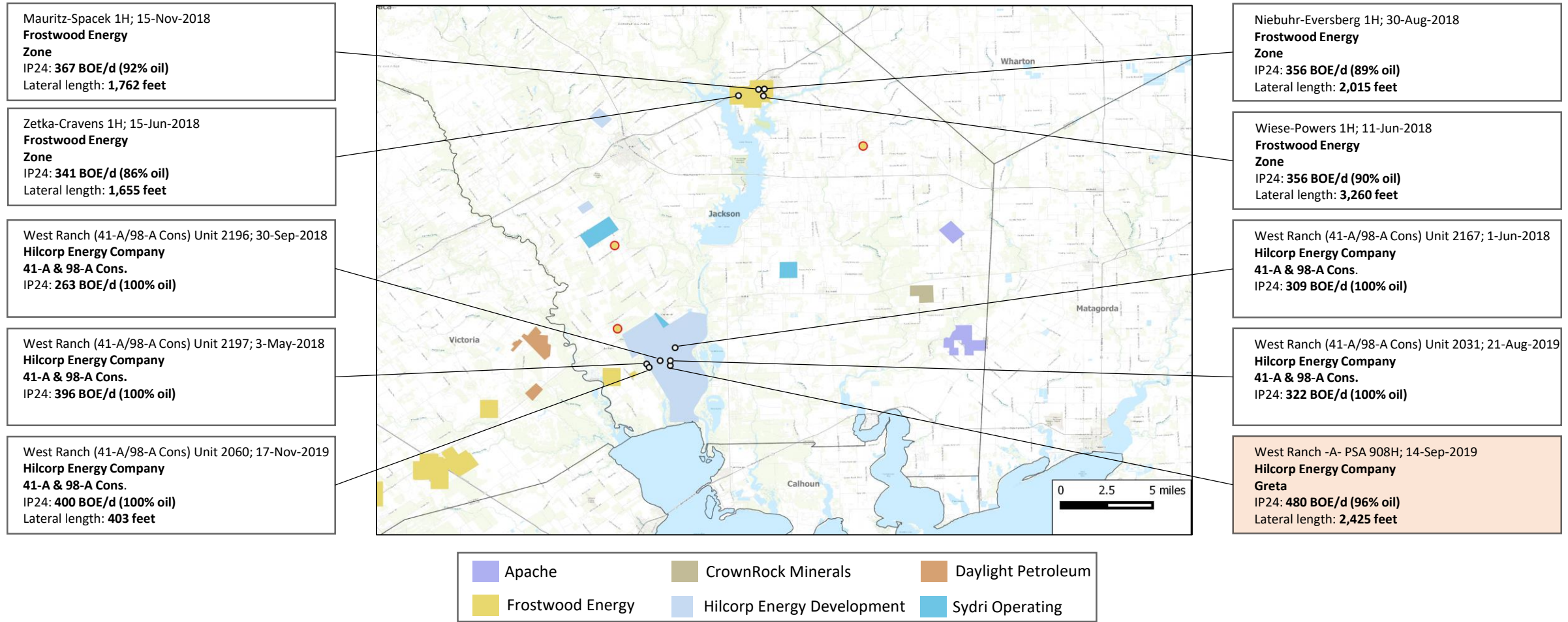
Monthly Cash Flow

- \$3,030 / mo average net cash flow (last 9 months)
- \$30,299 cumulative net cash flow (last 9 months)

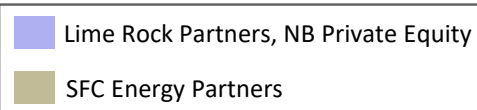
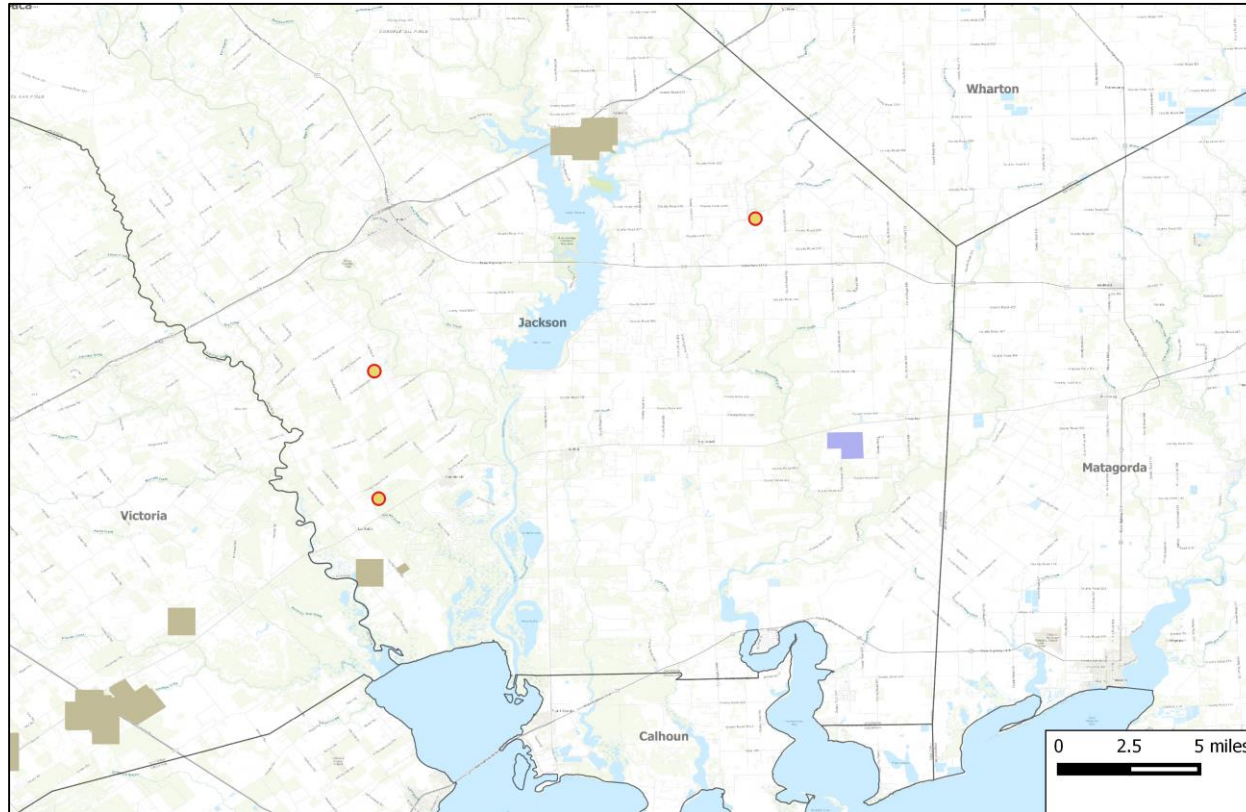


Operator Presence in the Vicinity

Hilcorp Energy's West Ranch -A- PSA 908H, with a lateral length of 2,425 feet, achieved an average IP24 of 480 BOE/d in September 2019



Private Equity Presence in the Vicinity



CrownRock Minerals LP

CrownRock Minerals LP, a joint venture of Lime Rock Partners and CrownQuest Operating, received an equity commitment from Lime Rock Partners in Mar-2016. It received a follow-on commitment from NB Private Equity in Jun-2018
Commitment (\$): **\$400 million**
Brief: Focused on royalty and mineral interests primarily in Permian region.



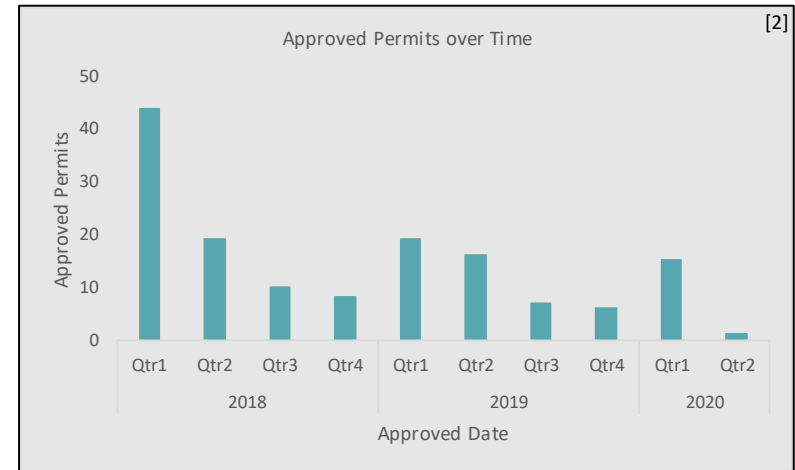
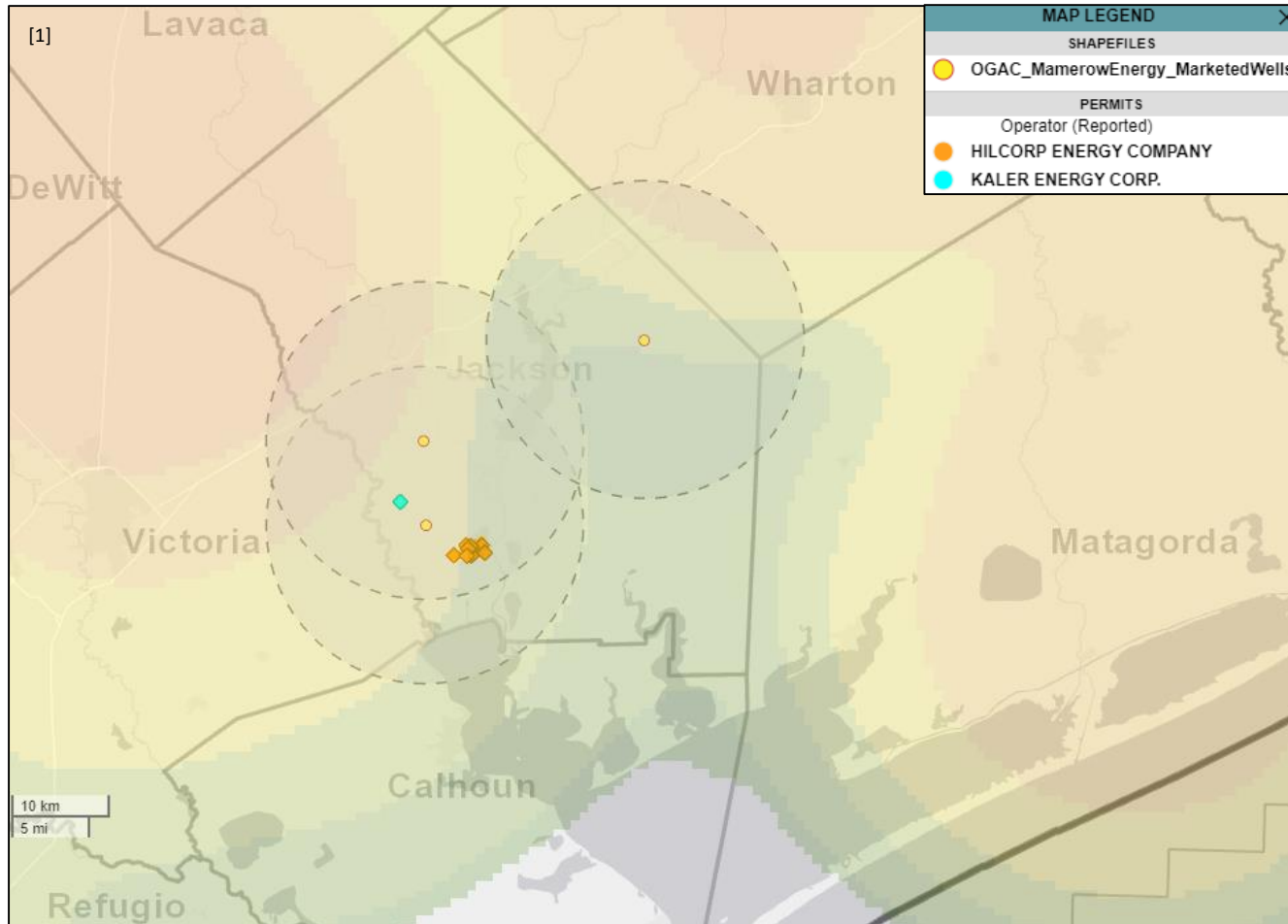
Frostwood Energy LLC

Frostwood Energy LLC received an equity commitment from SFC Energy Partners in Feb-2016.
Commitment (\$): **Undisclosed**
Brief: Focused on conventional assets in Gulf Coast.



Developmental Activity in the Vicinity



64 permits have been approved within 10-miles of the marketed properties since January 2019



Footnotes: [1] Lease Activity heatmap for the last 3 months and approved Permits within 10-miles of the marketed property during the last 3 months
[2] Leases and Permits approved within 10-miles of the marketed property

Sale Process

- Electronic data room available May 19, 2020
- Bids due June 11, 2020
- Bid instructions available in EDR

	May							June							
	Su	M	T	W	Th	F	Sa	Su	M	T	W	Th	F	Sa	
	31					1	2		1	2	3	4	5	6	 EDR Open
	3	4	5	6	7	8	9	7	8	9	10	11	12	13	 Bids Due
	10	11	12	13	14	15	16	14	15	16	17	18	19	20	
	17	18	19	20	21	22	23	21	22	23	24	25	26	27	
	24	25	26	27	28	29	30	28	29	30					

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