



OIL & GAS ASSET  
**CLEARINGHOUSE**

# Oliver Brown Oil

**Commercial Salt Water Disposal  
Package**

**Winkler County, Texas**

**COMPREHENSIVE A&D SERVICES FOR THE OIL & GAS INDUSTRY**

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# Executive Summary

**Bids Due  
June 18, 2020**

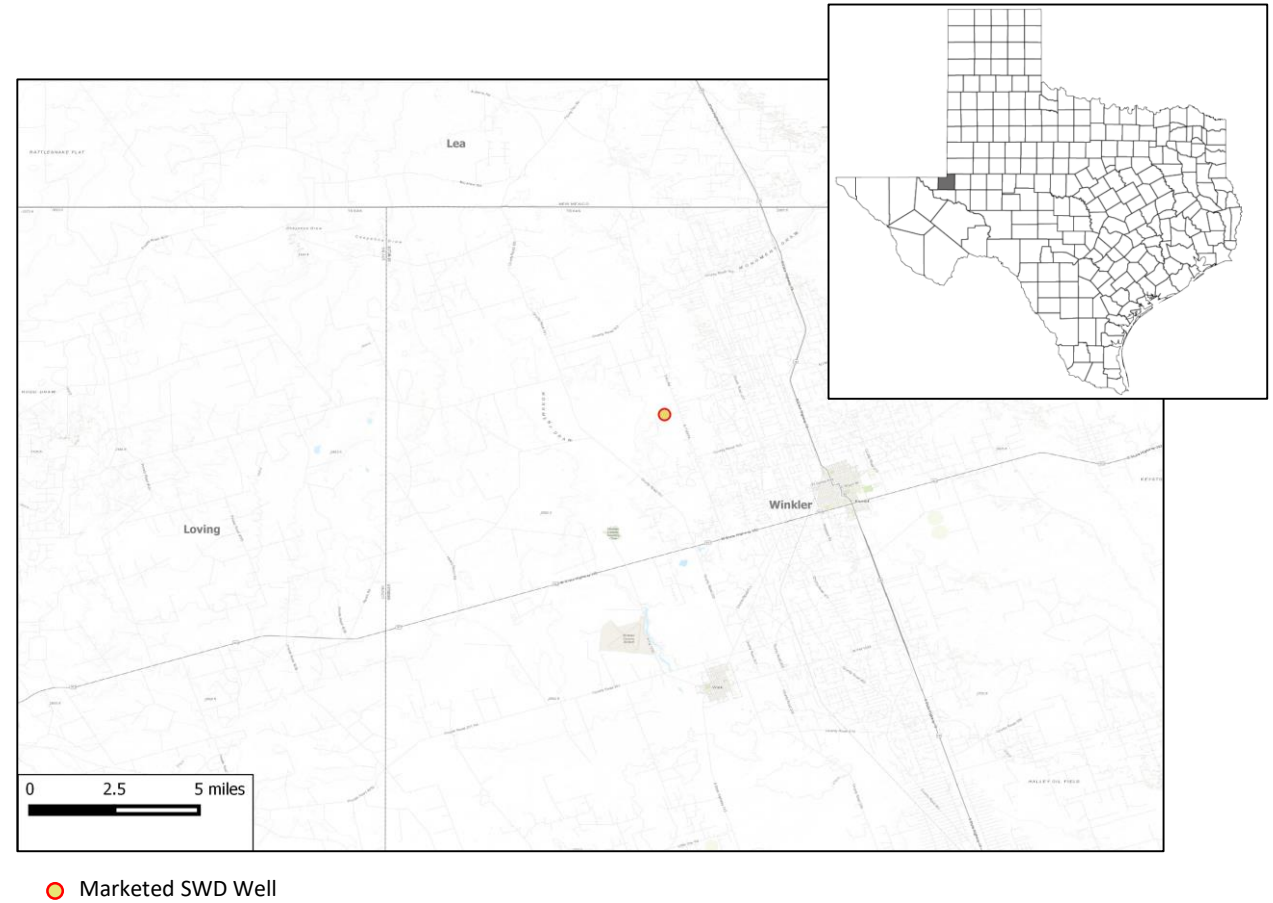
**Private Sale**

The Oil and Gas Asset Clearinghouse, LLC is partnering with Oliver Brown Oil to market a commercial Salt Water Disposal (SWD) package that includes 1 injection well and operational facilities in Winkler County, Texas

## Asset Highlights

- 100% WI in 1 SWD well in Winkler County, Tx
- Injecting into the Henderson Formation
- Taking water from Matador, Endeavor Energy, Felix Energy, Concho, EOG, XTO, Anadarko, etc.
- 26,578 avg. monthly water injection (bwipm)
- 461 average net monthly skim oil (bopm)
- \$18,418 / mo average net cash flow (excluding admin costs)

Total Injection wells	1
WI	100%
Net Daily Injection*	874 (bwipd)
Avg. Net Cash Flow*	\$18,418 / mo



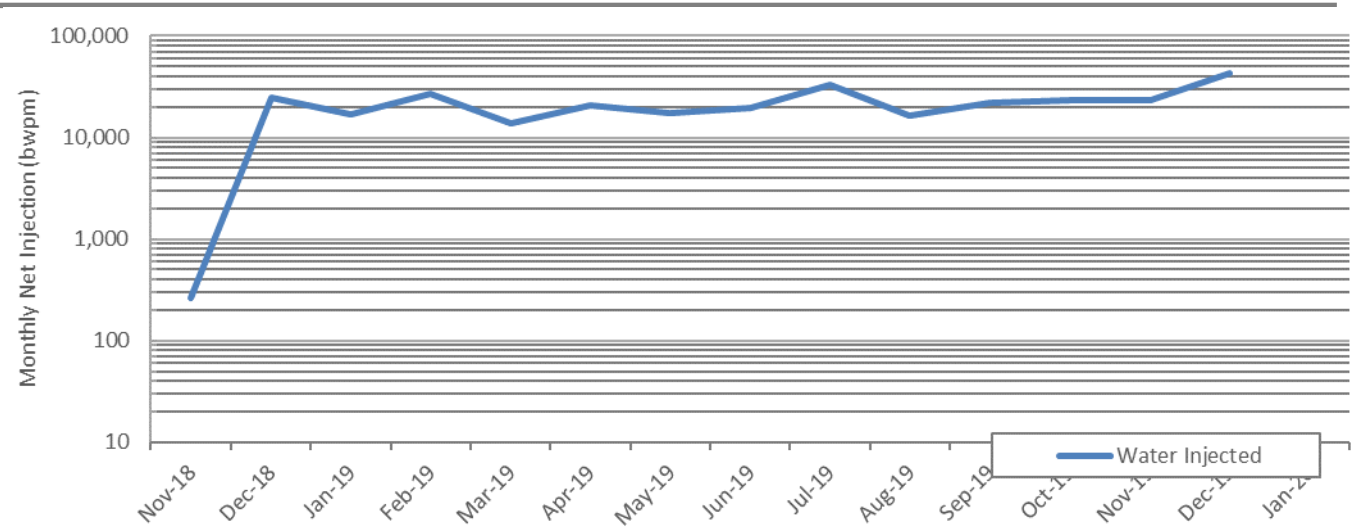
# PDP & Cash Flow Summary

**Bids Due  
June 18, 2020**

**Private Sale**

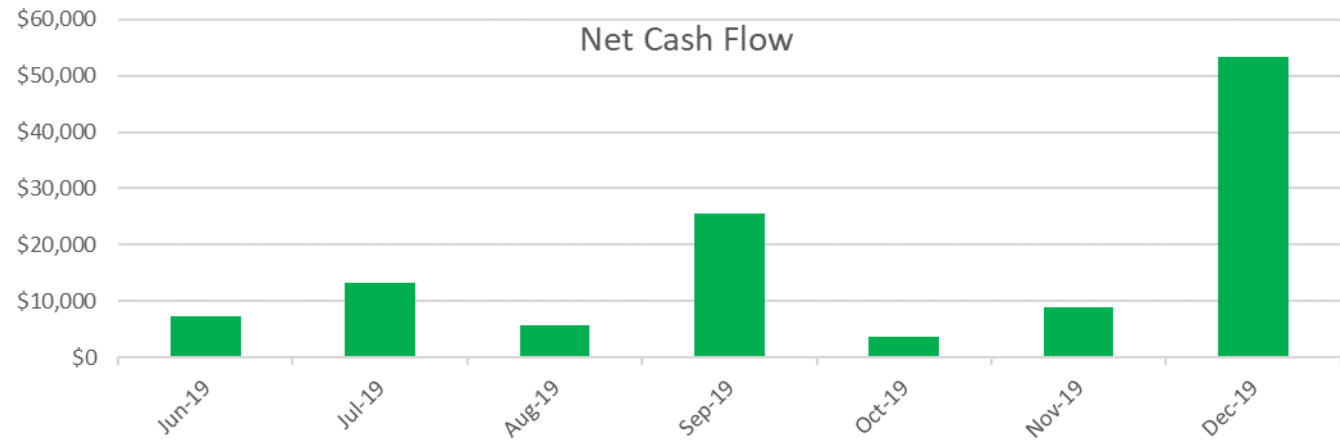
## Monthly Production

- 1 operated SWD well with fully computerized load & call out systems
- 26,578 avg. monthly water injection (bwipm)
- 461 average net monthly skim oil (bopm)
- 1.7% avg. skim oil production
- Injecting into the Henderson Formation



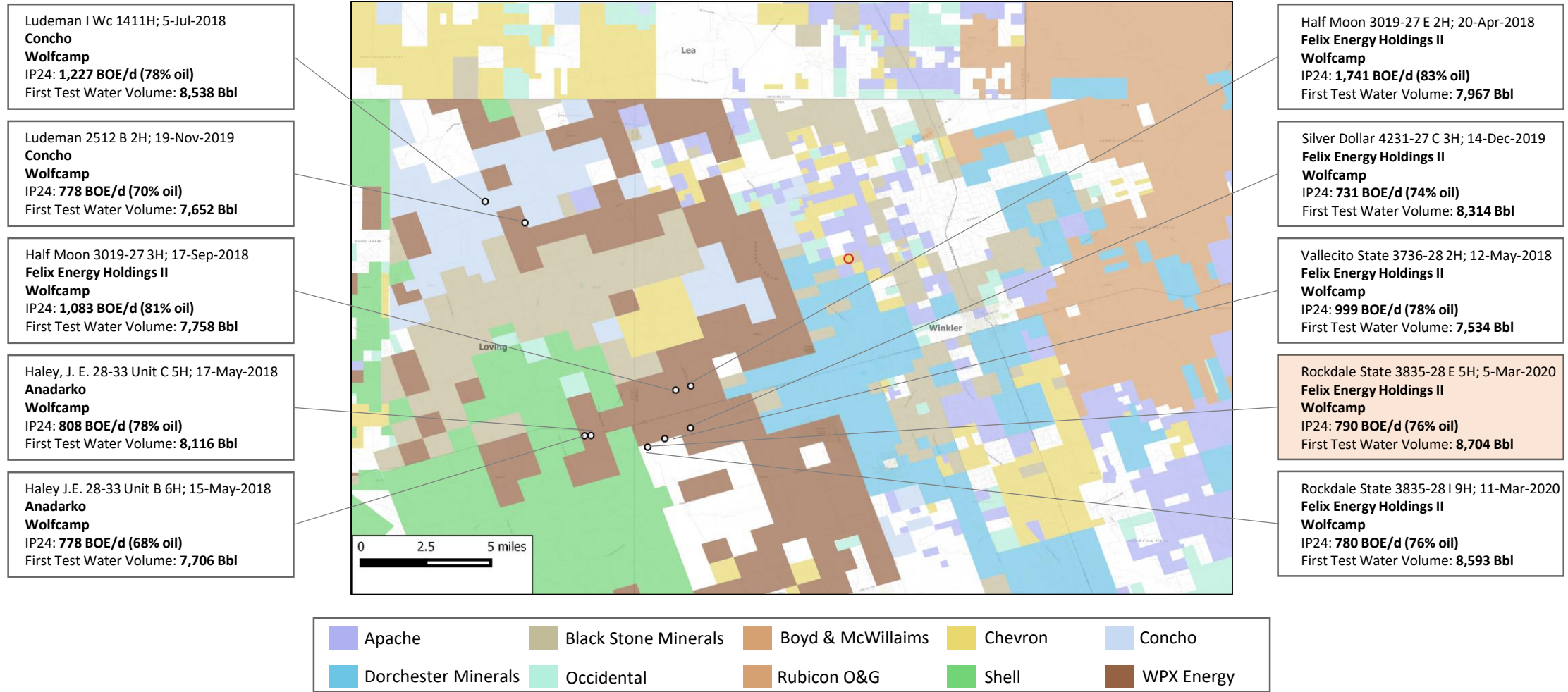
## Monthly Cash Flow

- \$18,418 / mo average net cash flow (excluding admin costs)
- \$0.48 / bbl of water injected avg. revenue
- \$7,983 / mo operating expenses
- 63 / 27% avg. split between skim oil / water injection revenue

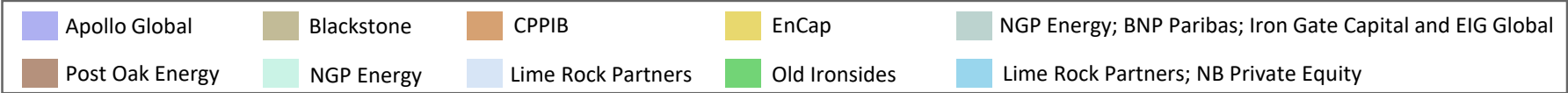
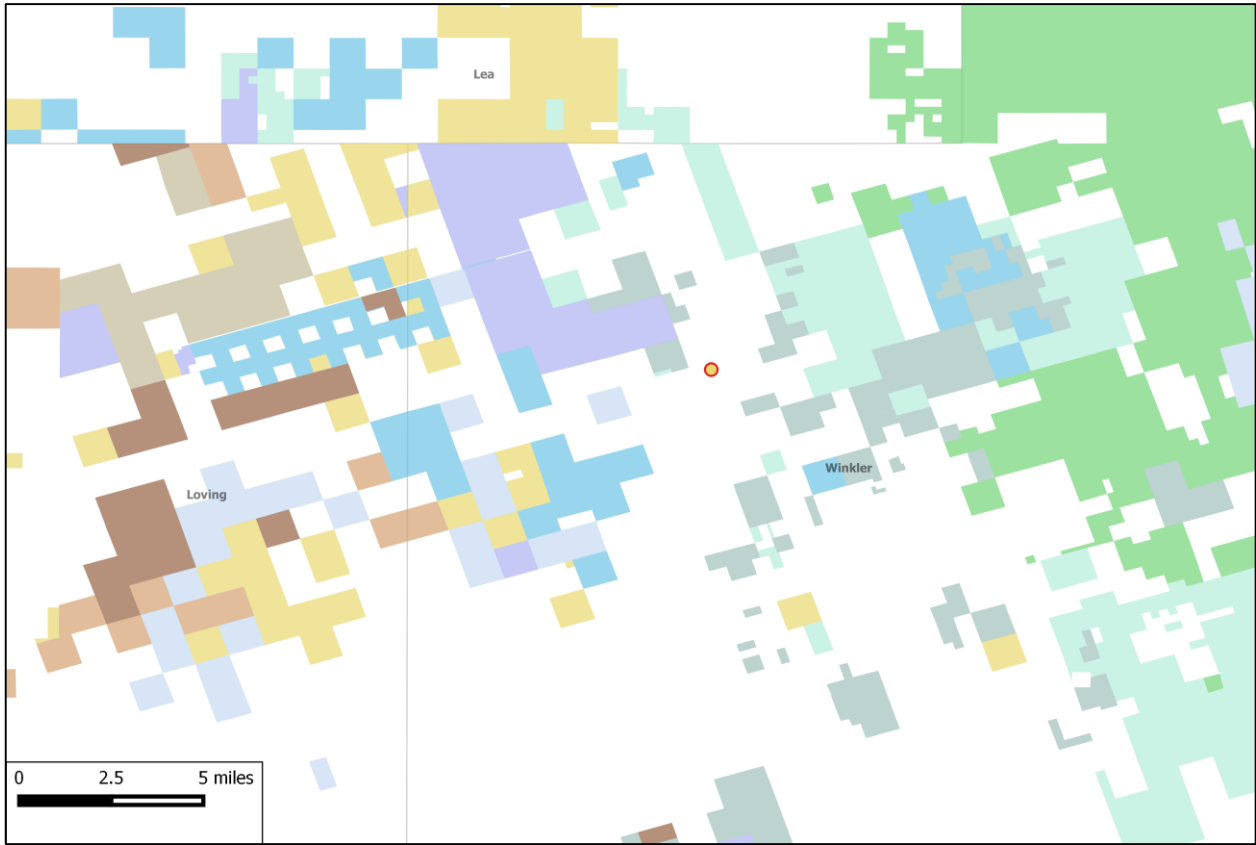


## Operator Presence in the Vicinity

Felix Energy Holdings II's Rockdale State 3835-28 E 5H well achieved a first test water volume of 7,534 Bbl during March 2020



## Private Equity Presence in the Vicinity



**LongPoint Minerals LLC**  
 LongPoint Minerals has been backed by Canada Pension Plan Investment Board since May-2016  
 Commitment (\$): **\$831.6 million**  
 Brief: 58,000 net mineral acres and 70,400 net royalty acres with 4.1 MBOE/d production in Permian and Anadarko basins.

**Ameredev II LLC**  
 Ameredev II LLC received an initial equity commitment from EnCap Investments in Mar-2017 and subsequently received a follow-on commitment according to its presentation dated 14-Aug-2019  
 Commitment (\$): **\$700 million**  
 Brief: 27,352 net acres with 5.9 MBOE/d production in Lea Co., NM.

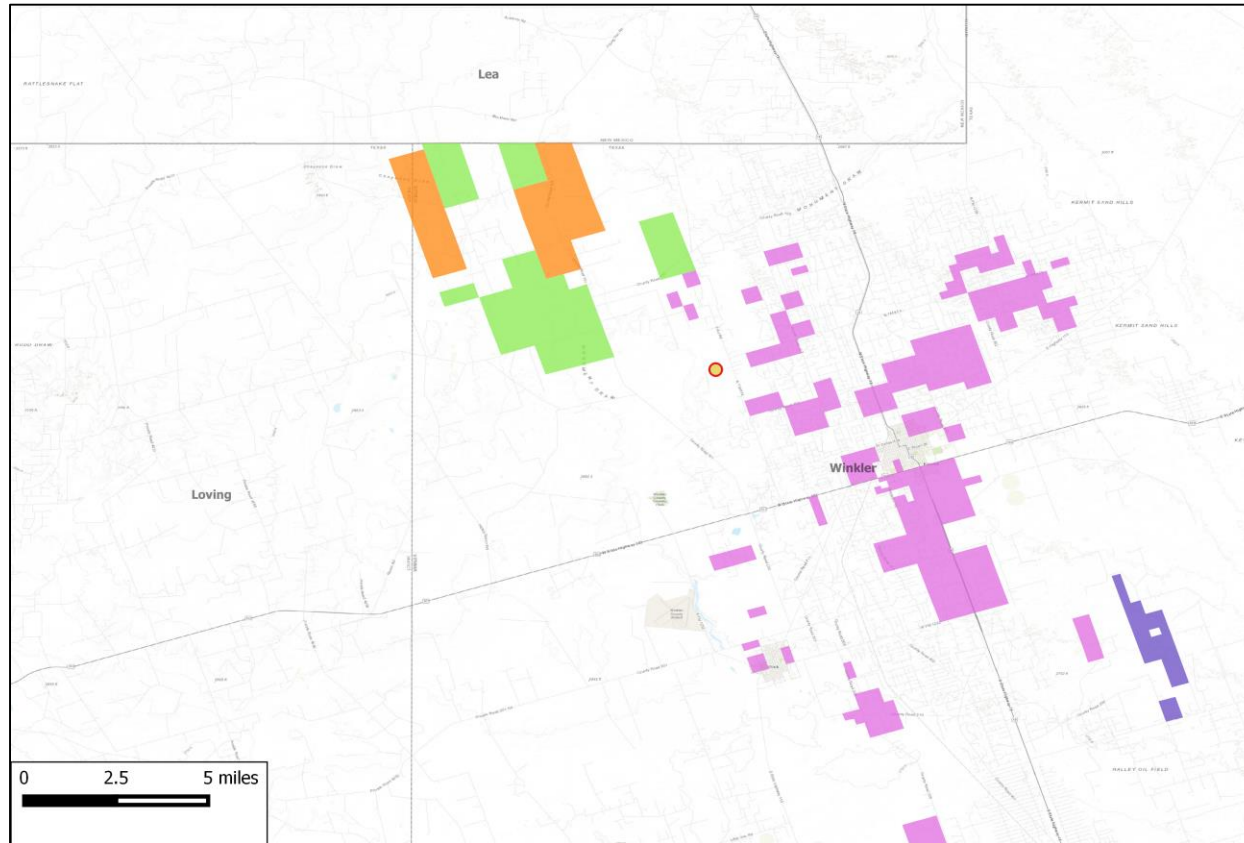
**Pegasus Resources LLC**  
 Pegasus Resources received an equity commitment from EnCap Investments in Dec-2017. It received a follow-on commitment in Feb-2019  
 Commitment (\$): **\$600 million**  
 Brief: Mineral and royalty interests in Permian Delaware and Midland basins

## Historical Transactions

Lilis Energy – Undisclosed Seller; Jun-18  
Deal Type: **Property**  
Deal Value: **Undisclosed**  
Assets: **1,500 net acres in acre for acre swap**



Undisclosed Buyer – Maverick Natural Resources;  
Jun-19  
Deal Type: **Property**  
Deal Value: **Undisclosed**  
Assets: **~1,261.37 net HBP leasehold acres**  
**100% operated WI in 7 wells**



Stronghold Energy II – Devon Energy; Dec-18  
Deal Type: **Property**  
Deal Value: **\$191 million**  
Assets: **39,845 net acres and 4,323 net mineral acres**  
**4.669 MBOE/d net production during Jul-18**

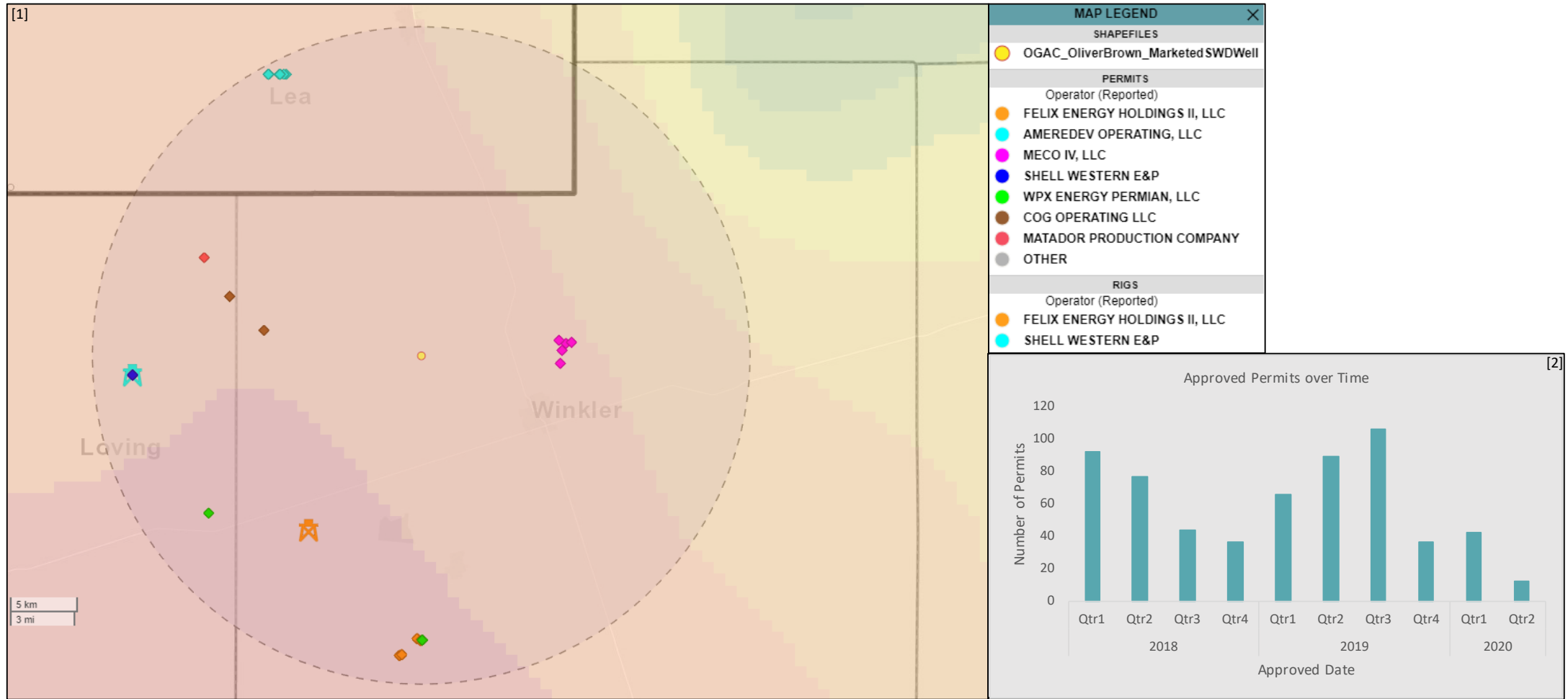


Felix Energy Holdings II – Lilis Energy; Jun-18  
Deal Type: **Property**  
Deal Value: **Undisclosed**  
Assets: **Swap agreement; Acreage acquired by Lilis covers ~1,500 net acres**



## Developmental Activity in the Vicinity

54 permits have been approved within a 15-mile radius of the marketed SWD well since January 2020



Footnotes: [1] Leasing Activity heatmap for the last 3 months, active rigs and permits approved within a 15-mile radius of the marketed asset during the last 3 months  
[2] Permits approved within a 15-mile radius of the marketed asset

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## Sale Process

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- Electronic data room available May 19, 2020
- Bids due June 18, 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
3	4	5	6	7	8	9	7	8	9	10	11	12	13
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				

 EDR Open  
 Bids Due

For additional questions or information, please contact our team:

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