

Colorado Upstream Property Opportunity



Kirkwood Oil & Gas, LLC & Wesco Operating, Inc.

Kirkwood Oil & Gas, LLC (“Kirkwood”) through its operating subsidiary **Wesco Operating, Inc** (“Wesco”) is offering for sale its vertical operated interests in Moffat and Washington Counties, Colorado as well as its interests in the Iles Station storage tank (“Assets”). The assets offer an attractive opportunity to acquire 12 liquids-rich wellbores (100% liquids) producing ~106 Boed (net) generating a **resilient, high-margin cash flow** stream driven by efficient operations. Kirkwood has retained PetroDivest Advisors as its exclusive advisor related to the transaction.

Durable Cash Flow From Stable, Vintage Wellbores⁽¹⁾

- **The efficiently operated asset generates meaningful cash flow**
 - \$1.1MM NTM PDP cash flow
 - \$3.6MM PDP PV-10%
- **Conventional oil production on a low-decline profile provides reliable cash flow and future performance**
 - 12 Vertical PDP Wells
 - 4 injector/water disposal wells
 - Net PDP Reserves: ~ 615 MBo
- **Ten+ years of production history provides confidence in forecast volumes and cash flow**
- **Turnkey asset with recent workover investment ensures reliable production for tenured wellbores and no idle wells**
- **Multiple behind pipe recompletion opportunities across position**

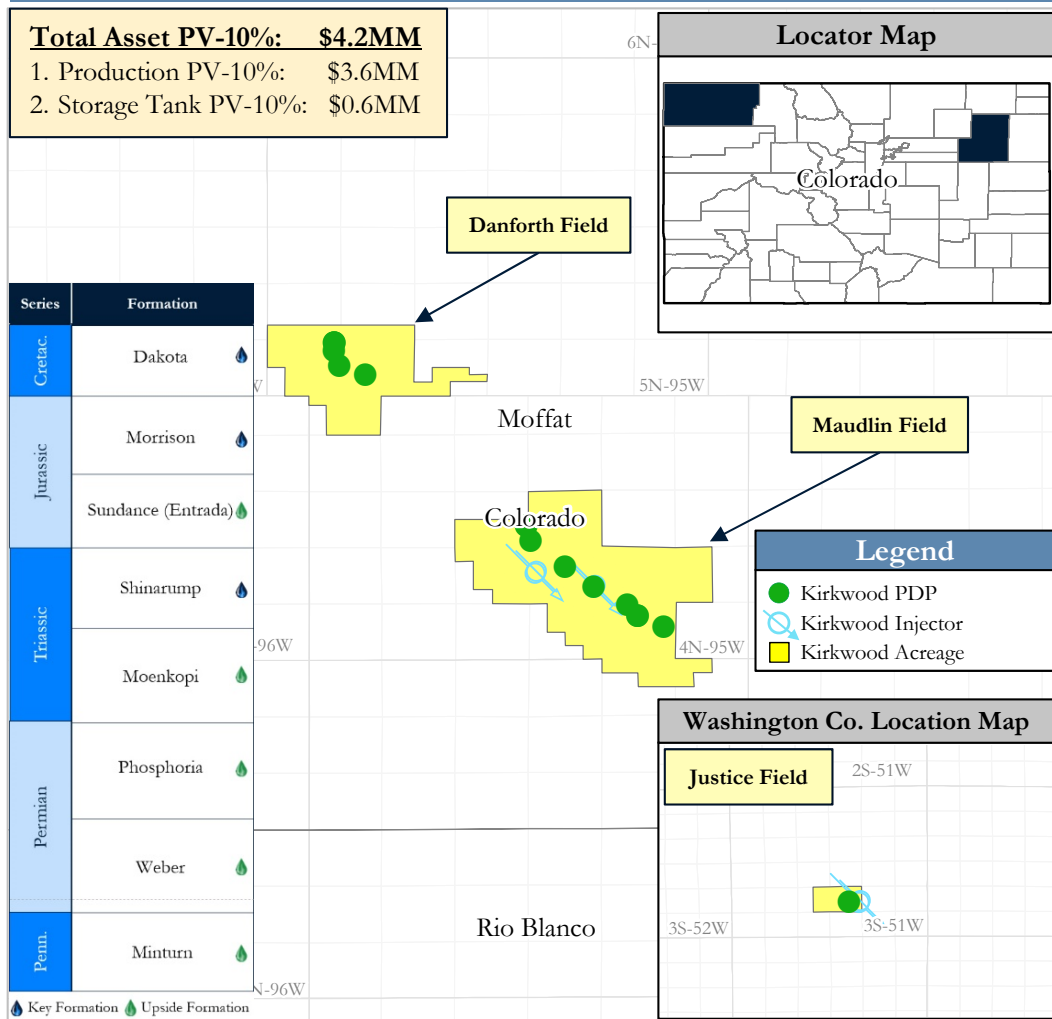
Area Storage Tank Provides Additional Monthly Cashflow

- **Iles Station is a 10,000 bbl floating top tank connected to the Tesoro Logistics Northwest Pipeline**
- **The tank is leased to EnWest Marketing and furnishes ~\$90M of additional NTM CF**
 - \$0.6MM PV-10%

High Ownership Interest and Operational Control

- **Ownership Interest:**
 - 100% avg PDP working interest
 - 84% avg PDP net revenue interest
- **16 wells total (12 prod. / 4 inj.)**
 - Danforth: 5
 - Maudlin: 9
 - Justice: 2

Location Map | Colorado



Historical vs. Forecast Net Production



1. Prod., reserves, and cash flow based on a prelim. reserves database as of 11/1/2021 using 10/11/2021 NYMEX 5-year strip pricing.

Colorado Upstream Property Opportunity

Kirkwood Oil & Gas, LLC & Wesco Operating, Inc.



Process Calendar

October 2021						
S	M	T	W	T	F	S
					1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30
31						

November 2021						
S	M	T	W	T	F	S
	1	2	3	4	5	6
7	8	9	10	11	12	13
14	15	16	17	18	19	20
21	22	23	24	25	26	27
28	29	30				

- VDR Opens
- Evaluation Period
- Bids Due
- Holidays

Kirkwood anticipates PSA execution by early December and closing by mid-January 2022.

Contact Information | PetroDivest Advisors



**PETRO
DIVEST**
ADVISORS

Jerry Edrington
Director
jerry@petrodivest.com
(713) 595-1017

Tony Fazio
Vice President
tony@detring.com
(713) 595-1006

John Woolley
Analyst
john@detring.com
(804) 929-8911

Please contact Jerry Edrington to request access to the virtual data room or to learn more about this opportunity. Please route all communications through PetroDivest Advisors and do not contact Kirkwood directly.

This Information Flyer is based on material provided by Kirkwood Oil & Gas, LLC and its affiliates ("Seller") and is offered to interested parties for the sole purpose of providing an overview of an opportunity to acquire certain of the Seller's assets (the "Transaction"). This Information Flyer is delivered on behalf of Seller by PetroDivest Advisors, LLC ("Advisor"). The information contained in this Information Flyer ("Information") is for informational purposes only and does not constitute an obligation by Seller to enter into any future transaction. The Information should not be relied upon by the recipient in considering the Transaction, and the recipient should consider its own financial situation when evaluating the Transaction. This Information Flyer does not constitute investment, legal, financial, tax, accounting or other counsel of any kind, and the recipient should conduct its own independent examination and assessment of the Information, including obtaining investment, legal, tax, accounting and such other counsel as it considers suitable. Seller may change or otherwise modify the transaction process at any time without notice to the recipient, including but not limited to accepting any proposal at any point in time, altering the dates of the process, or terminating the process completely without defining any reason and without any liability to any interested party. Advisor and its directors, employees, consultants and agents ("Group") make no representation or warranty as to the accuracy, completeness, timeliness or reliability of the contents of this Information Flyer or any Information provided during the course of the Transaction process. The Information has been prepared on the basis of publicly accessible information and material made available to Advisor by Seller. Advisor has relied upon and assumed, without independent verification, the accuracy or completeness of all such information, which does not claim to be all-inclusive or to contain all of the information that may be relevant to the Transaction. The recipient acknowledges that conditions may change and that the Information may become out-of-date as a result. Advisor is under no obligation to update or correct this Information. Seller and Advisor are under no obligation to provide the recipient with access to any further information. Seller and Group shall have no liability for any representations (expressed or implied) other than, in the case of Seller, those given by Seller in the purchase and sale agreement, for any written or oral communications with any Interested Parties in the course of their review of the Transaction, or for any implied terms or obligations arising from operation of law or otherwise. To the maximum extent permitted by law, no member of the Group accepts any liability (including, without limitation, any liability arising from fault or negligence on the part of any of them) for any loss whatsoever arising from the use of this Information Flyer or its contents or otherwise arising in connection with it or from the use of any Information provided throughout the course of the Transaction procedure. Certain statements contained herein may constitute forward-looking statements which involve risks and uncertainties that could cause actual events or results to differ materially from the projected or expected events or results implied or conveyed in such forward-looking statements. In particular, statements regarding oil and gas reserves may include the implied assessment that the resources described can be profitably produced in the future, based on certain estimates and assumptions. No constituent of the Group represents or warrants that such forward-looking statements will be achieved or will prove to be correct. Actual future results and operations could vary materially from the forward-looking statements. Similarly, no representation or warranty is made that the assumptions on which the forward-looking statements are based may be reasonable. No audit, review or verification has been undertaken by the Group or an independent third party of the assumptions, data, results, calculations and forecasts presented or referred to herein. The recipient acknowledges that neither it nor Advisor intends that Advisor acts or be responsible as a fiduciary to the recipient, its management, stockholders, creditors or any other person. Each of the recipient and Advisor, by accepting and providing this Information Flyer respectively, expressly disclaims any fiduciary relationship and agrees that the recipient is responsible for making its own independent judgments with respect to any transaction and any other matters regarding this Information Flyer. Subsequent modifications may be provided as required.