

Operated Central Basin Platform Opportunity



Chevron U.S.A. Inc.

Chevron U.S.A. Inc. (“Chevron”) has retained Detring Energy Advisors to market for sale certain of its oil & gas producing properties, leasehold, and related assets located on the western slope of the Central Basin Platform in Winkler County, TX. The assets offer an attractive opportunity to acquire (i) meaningful **low-decline (~10%), high-margin production** generating **~\$2.1MM of annual cash flow** (PDP NTM), and (ii) a **high working interest, fully HBP, operated footprint with meaningful upside potential** including recompletions, infill development drilling, prospective horizontal horizons, and operational efficiency improvements.

Legacy Assets with Operational & Development Opportunities

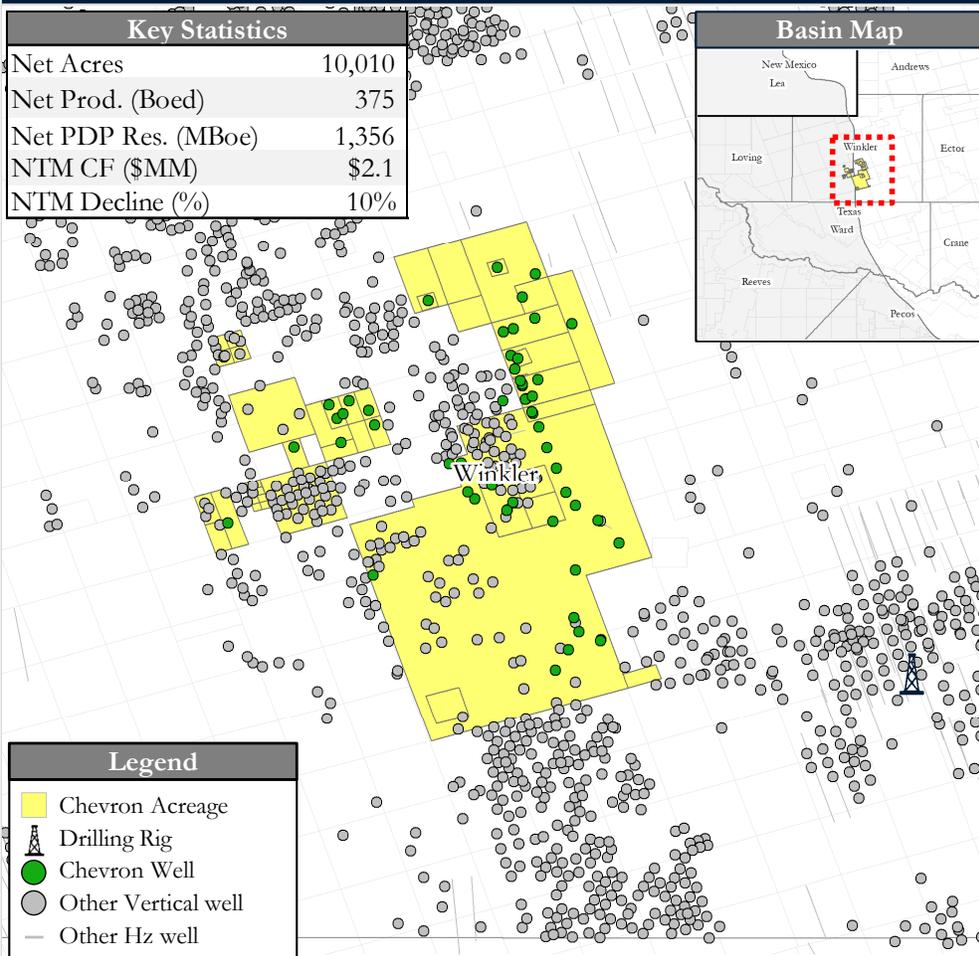
- **Large, concentrated, HBP position provides complete operational control with the opportunity for value-add projects**
 - 100% WI | 100% HBP
- **Low royalty-burden (85% NRI)**
- **Well-maintained, albeit “under-exploited” asset within Chevron’s portfolio**
 - Operational control provides opportunity to boost cash flow with additional operational oversight and capital budget
 - Contiguous, operated acreage and well locations provide economies of scale for operations and workovers

Substantial Production Base

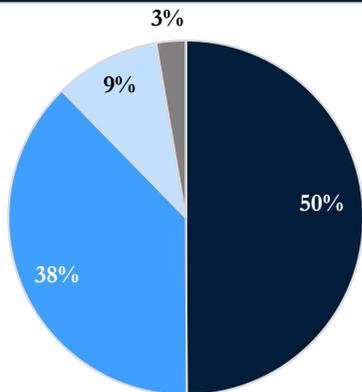
~380 Boed Net Production | ~30% Liquids

- **Reliable, low-decline production providing a stable cash flow base**
 - \$2.1MM NTM cash flow
 - Shallow ~10% annual decline
- **16 currently producing vertical wells garnering a PV10 of \$7.4MM**
 - PDP Net Reserves: ~1.4 MMBoe (32% Liq.)
 - PDP R/P: ~10 years
- **Resilient cash flow stream supported by high revenue interests (~85%) and low lifting costs**

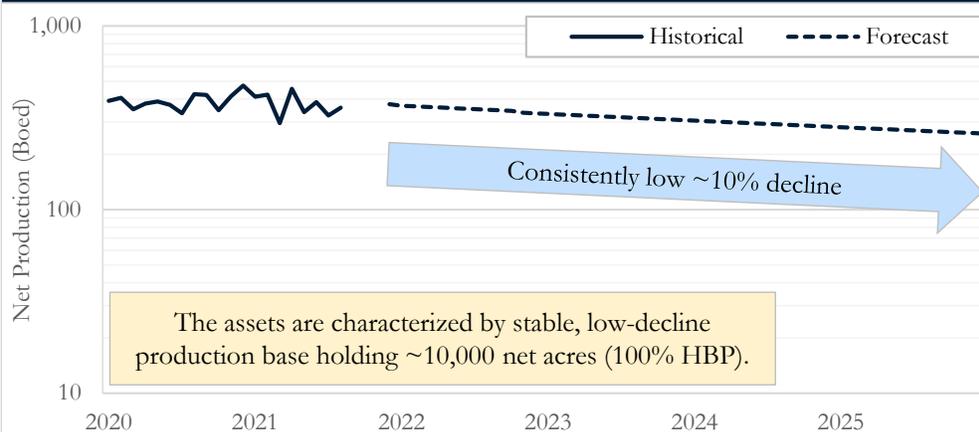
Location Map | Winkler County, Texas



PDP PV10 (\$7.4MM)



Predictable, Low-Decline Production Base



Note: All metrics based on preliminary reserves as of 12/1/21 and NYMEX 5-year strip pricing dated 10/19/2021.

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Process Timeline

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



Chevron anticipates PSA execution by mid-December and closing by January 31, 2022.

Detring Energy Advisors Contact Information

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Please contact Melinda Faust to request a confidentiality agreement or to learn more about this opportunity. Please route all communications through Detring and do not contact Chevron directly.

Detring & Associates, LLC ("Advisor") has been retained by Chevron U.S.A. Inc. ("Chevron") to serve as its advisor in connection with the promotion and marketing of the opportunity described herein (the "Opportunity"). This Information Flyer is being delivered to potential purchasers to assist them in deciding whether to proceed with their investigation of the Opportunity in accordance with the procedures established by Chevron and Detring. By accepting this document, you agree that these materials and the information contained herein are confidential and may not be disclosed publicly or made available to third parties without the prior written consent of Chevron. This Information Flyer has been prepared by Detring based on material provided by Chevron and its affiliates ("Seller") or publicly available information. 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