

East Texas Operated Dry Gas Opportunity

Hoya Energy



Hoya Energy (“Hoya”) has retained PetroDivest Advisors to market for sale certain of its oil and gas leasehold, producing properties, and related assets in Limestone County, Texas. The assets offer an attractive opportunity to acquire (i) consistent, **low-decline production of ~2,500 Mcfd** (~100% dry gas), (ii) meaningful **net cash flow of \$5MM (NTM)**, enabled by **low lifting costs**, and (iii) a proven **chemical, workover, and return-to-production (“RTP”) program** set to enhance and maintain production.

100% Gas Producing Asset

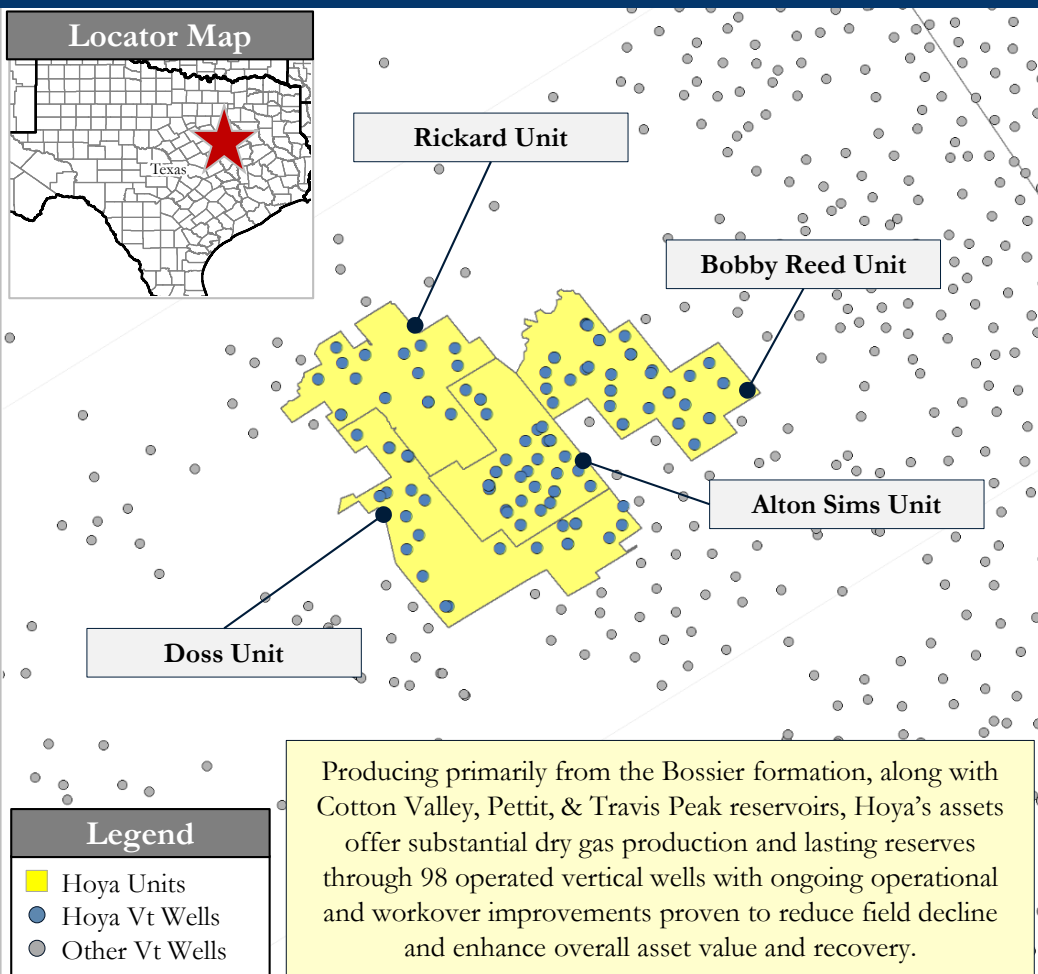
2.5 MMcfd | \$5MM Net NTM CF

- **Low-decline (8% NTM) dry gas production generates reliable PDP cash flow (12-year PDP R/P)**
 - PDP PV10: \$16MM
 - PDP Net Res.: 11 Bcf (100% gas)
 - Well Count: 98 total (81 producers)
- **Low lifting costs of \$0.64/Mcf deliver a high-margin cash flow stream**

Successful Chemical, Workover, & RTP Program

- **Recent slickline & swab workovers demonstrate significant production improvement potential field-wide**
 - Workover wells have seen an average increase of ~50 Mcfd/well
- **Seven identified workover candidates offering immediate production uplift**
 - The legacy field, productive since the early 80’s, offers a multitude of further field enhancement projects
- **Targeting <5% annual decline through all workover programs**

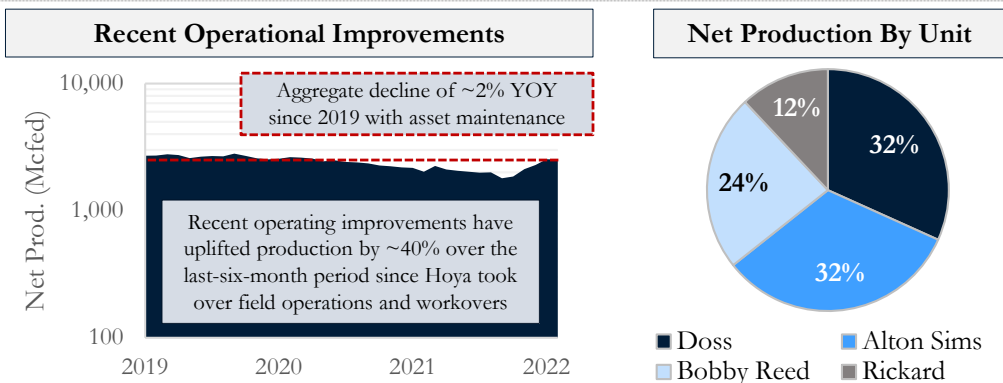
Location Map | Limestone County, Texas



Consolidated 2,500 Net Acre Operated Position

- **Contiguous position in a singular field with 100% WI and 100% HBP offers convenient operations**
 - Four units comprise the asset with NRIs ranging from 75%-82%
- **Operations currently outsourced to Tanos through October 2022**
 - Buyer able to assume operations earlier if preferred (30-day notice)

Recently Improved, Low-Decline, 2.5 MMcfd Net Production



Note: Prod., reserves, and cash flow based on a prelim. reserves database as of 7/1/2022 using 5/5/2022 NYMEX 5-year strip pricing.

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Process Calendar

May 2022						
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				

June 2022						
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

Hoya anticipates PSA execution by early July and closing by August 2022.

Contact Information | PetroDivest Advisors



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