

# South Texas Producing Property Opportunity

Atinum Energy Investments, LLC



Atinum Energy Investments, LLC (“Atinum”) has retained PetroDivest Advisors to market for sale its oil and gas producing properties, leasehold and related assets located in Starr and Hidalgo Counties, TX. The assets offer an attractive opportunity to acquire ~40% non-operated interest in ~30,000 gross acres (100% HBP) underpinned by a stable, liquids-rich production and cash flow base with high-quality behind-pipe and new drill opportunities.

## Long-Lived Production<sup>(1)</sup>

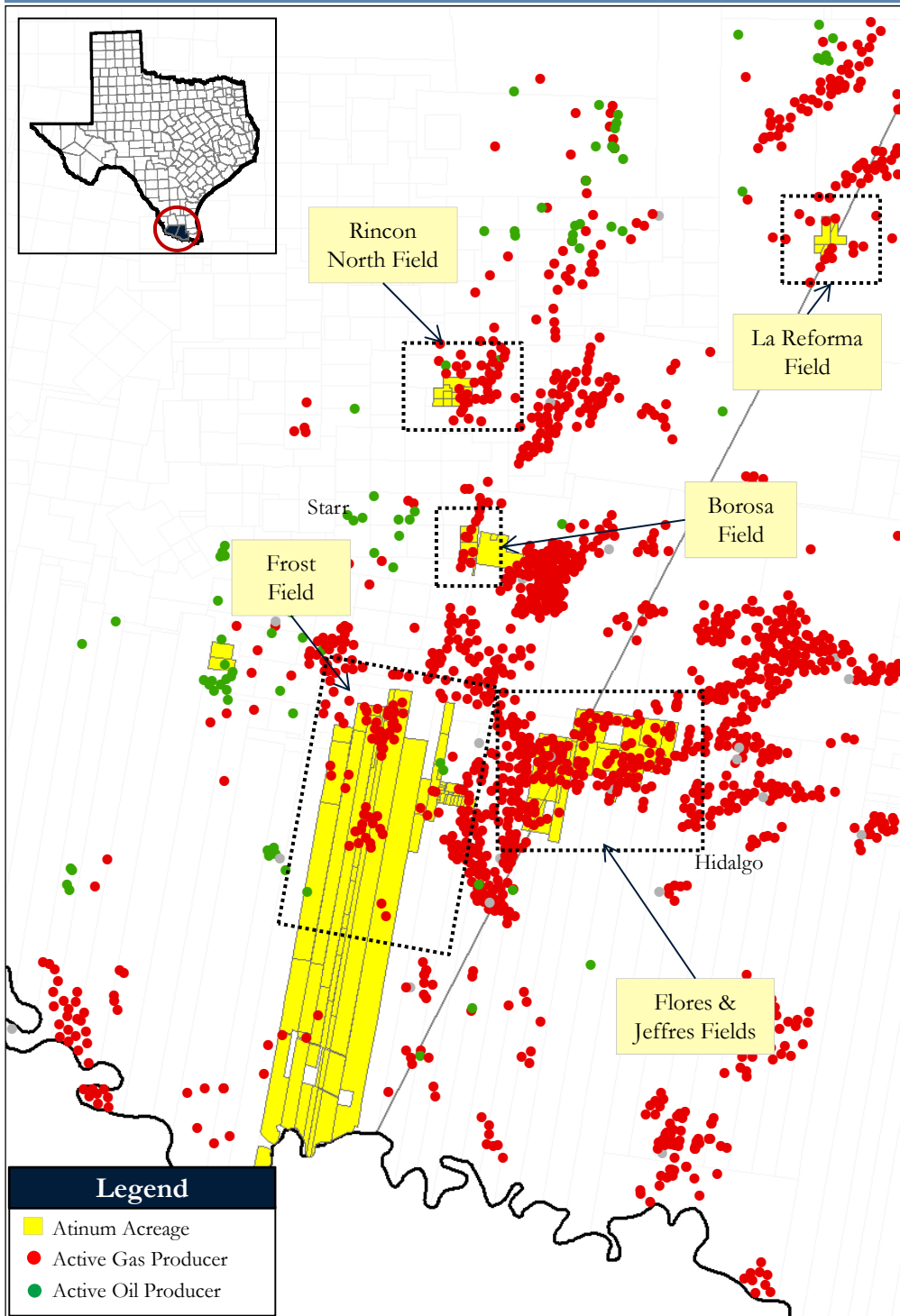
~4 MMcfe/d | ~38% liquids

- **Stable production base yielding significant cash flow**
  - 2019 operating income of ~\$1.2MM
  - ~8 Bcfe net PDP reserves
- **Avg. ~40% working interest**
- **Long-life, mature hydrocarbon province with multiple stacked-pay**
- **Highly delineated position with 60 actively producing properties**
  - Majority of current production from the Vicksburg sands

## 11,870 Net Acres with Material Behind-Pipe and Undeveloped Upside

- **29,700 gross / 11,870 net acres**
  - 100% HBP
  - 27 producing units
  - ~88% operated by Smith Prod.
- **Low-cost behind-pipe opportunities including adding perforations to existing completions, recompletions to new intervals**
- **Recent successful Vicksburg and Rincon sands new drills and recompletions**
- **50 PDNP and 30 PUD opportunities captured in reserves**
  - PDNP reserves and PV-10% of 9 Bcfe (39% liquids) and \$7.2MM, respectively
  - PUD reserves and PV-10% of 15 Bcfe (37% liquids) and \$11.8MM, respectively
- **Significant infrastructure in-place with proximity to Gulf Coast processing facilities offering attractive realized pricing**

## Acreage Map | Starr & Hidalgo Counties, TX



1. Values for prod., reserves, and cash flow per T.J. Smith & Company YE2019 reserves; May 1, 2020 effective date at five-year NYMEX strip as of May 15, 2020.

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## Process Calendar

June 2020						
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				

July 2020						
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	

- VDR Opens
- Evaluation Period
- Bids Due
- Holidays

Atinum anticipates PSA execution by mid-August and closing by the end of September 2020.

## Contact Information | PetroDivest Advisors



**Jerry Edrington**

Director

jerry@petrodivest.com

(713) 595-1017

**Matt Loewenstein**

Director

matt@detring.com

(713) 595-1003

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 Atinum directly.

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