

# Teapot Dome Stacked-Pay Opportunity

Stranded Oil Resources Corporation



**STRANDED OIL**  
RESOURCES CORPORATION

Stranded Oil Resources Corporation has retained PetroDivest Advisors to market for sale its oil and gas properties, leasehold and related assets in Natrona County, Wyoming. This basin-wide exit offers a compelling opportunity to acquire a substantial base of fully operated oil production, steeped in historical significance with decades of supporting technical documentation, and an ongoing test of future waterflood potential. The former National Petroleum Reserve 3 (“NPR3”) includes mineral rights with ~9,000 acres of surface rights available separately, providing freedom for future development.

## 10,141 Net Acres

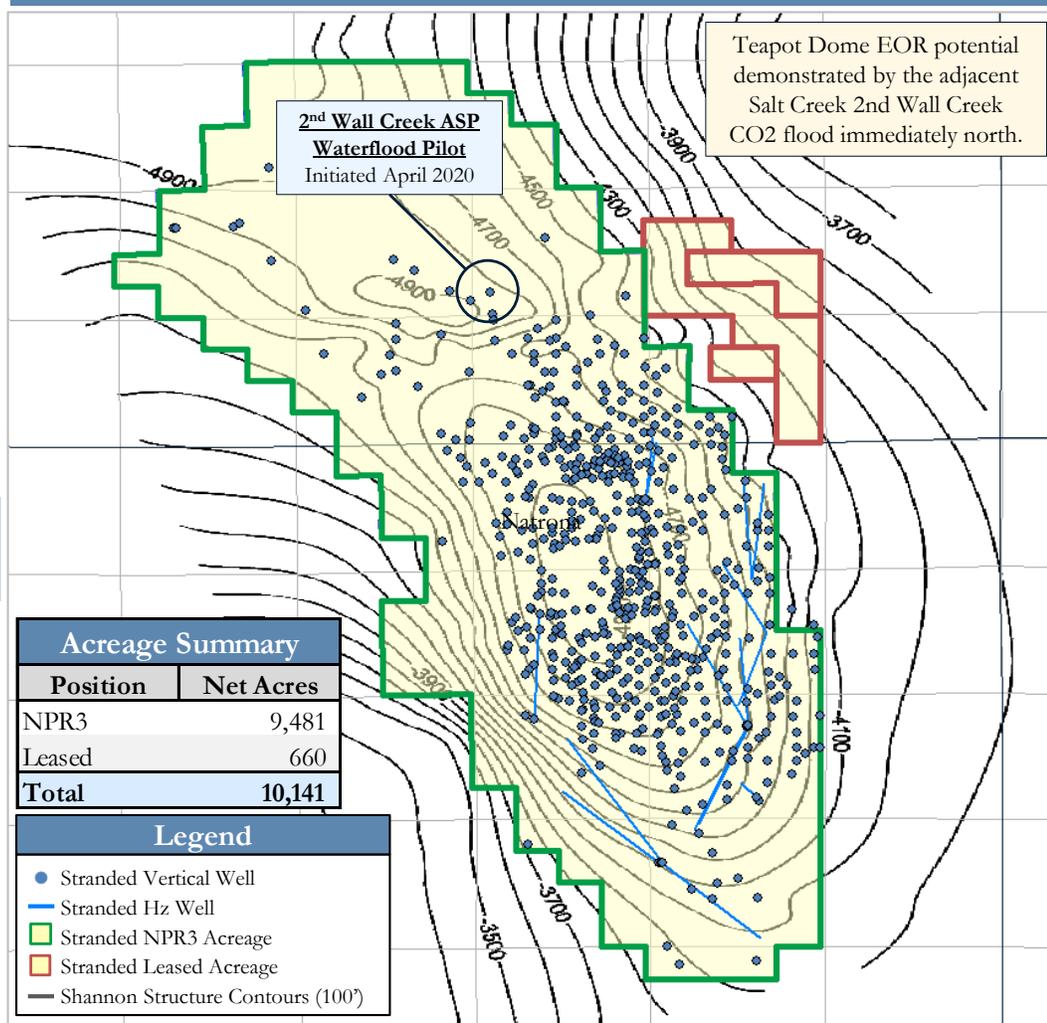
~100% HBP | 100% Op.

- **Large, contiguous operated asset with 10 hz wells & 543 vt wells (PDP)**
  - 100% avg. WI & ~100% avg. RI
  - No royalty burden, providing superior economics & returns
- **National Petroleum Reserve 3 acreage is ‘fee simple’ with all mineral rights and surface available**
  - ~9,000 acres of surface rights available through this process
- **4 Additional tracts of leased acreage**

## Substantial Oil Production & Net Cash Flow<sup>(1)</sup>

- **Conventional oil production on steady decline provides reliable cash flow and future performance**
  - Net Prod.: ~340 Boed (98% oil)
  - Net PDP NTM CF: \$1.4MM
  - Net PDP Reserves: ~620 MBoe
  - Net PDP PV10%: ~\$6MM<sup>(3)</sup>
- **Long-life, low-cost assets with near-term operational improvements**
  - ~\$20/Boe lifting costs<sup>(2)</sup>

## Location Map | Natrona County, WY



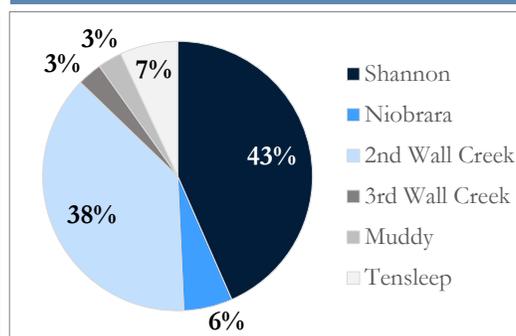
Acreage Summary	
Position	Net Acres
NPR3	9,481
Leased	660
<b>Total</b>	<b>10,141</b>

Legend	
●	Stranded Vertical Well
—	Stranded Hz Well
■	Stranded NPR3 Acreage
■	Stranded Leased Acreage
—	Shannon Structure Contours (100')

## Ongoing 2nd Wall Creek Waterflood Pilot

- **Pilot waterflood program initiated with results anticipated by year-end**
- **Nine injection patterns for imminent development following the pilot**
  - Net PV10%: ~\$50MM
  - Net Reserves: ~4.6 MMBO
- **Additional patterns available for future waterflood expansion**

## ~27 MMBO Produced to Date from Six Horizons Tremendous Remaining Incremental Recovery Potential



Reservoir	Cum. Prod. (MMBo)
Shannon	11.9
Niobrara	1.6
2nd Wall Creek	10.4
3rd Wall Creek	0.8
Muddy	0.8
Tensleep	1.9
<b>Total</b>	<b>27.4</b>

1. Values for prod., reserves, and cash flow based on a preliminary reserves database as of 8/1/2020 using 7/1/2020 NYMEX 5-year strip pricing  
 2. Based on the most recent LOS data available, includes workover costs  
 3. Includes full-field P&A expenses

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## Process Calendar

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	

August 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

Stranded anticipates PSA execution by mid-September and closing by October 2020.

## Contact Information | PetroDivest Advisors



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