



RUSK TX - COTTON VALLEY Producing Royalties

1 Producing Royalty Interest Wells

Located in RUSK (TX)



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Property Summary

The assets in this package are located in the Cotton Valley formation within Rusk County, Texas. The Cotton Valley is a tight gas play in Northeast Texas and Northwest Louisiana, located stratigraphically just above the Haynesville/Bossier Shale. Consisting of sandstone, limestone, and shale, the Cotton Valley is typically 7,800 to 10,000 feet in depth. The past six months have seen 32 new permits filed in Rusk County. Several of these permits are located less than a mile from the subject well on this property, and show continued development of both the Cotton Valley and Haynesville formations.

Package Details

- 1 Producing Wells
 - 1 Horizontal
 - 0 Vertical
 - Royalty Interest

Location

- RUSK (TX)
- Formation(s)
 - COTTON VALLEY

Production Breakdown

- 10.27% - Oil
- 89.73% - Gas
- 0.00% - NGL

Cash Flow

- \$23.68 Per Month
 - Cash Flow Represents 20.00% of Check Statements

Operator(s)

- VALENCE OPERATING COMPANY



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Package Contents

Check Revenue Statement
Check Statements
Maps
Production Graph
Source Assignments



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Check Revenue Statement



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Check Revenue Statement

Production Months

Operator			Jan-2018	Feb-2018	Mar-2018	Apr-2018	Average
VALENCE OPERATING COMPANY			\$18.09	\$25.86	\$26.09	\$24.66	\$23.68
<p><i>* Cash flow reflects the sale of 20.00% of the assets shown on the check statements paid by VALENCE OPERATING COMPANY in this package.</i></p>							
Package Totals:			\$18.09	\$25.86	\$26.09	\$24.66	\$23.68

*** Note: Blank boxes indicate no revenue data available for that month**



RUSK TX - COTTON VALLEY Producing Royalties

Check Statements

VALENCE OPERATING COMPANY 600 Rockmead Drive, Suite 200 Kingwood, TX 77339

OWNER NO.
RIS570 RISING FIELDS HYDROCARBON HOLDINGS, LLC

CHECK DATE
06/25/2018

CHECK NO.
00861110

Sale Date	Prod Int	SALES		100% SALES				OWNER INTEREST					
		Price	Quantity	Gross	Taxes	Deduct	Net	Decimal	Gross	Taxes	Deduct	Net	
Location: 42850653 RAINWATER #3H County: RUSK State: TX													
04/18	2	R	2.31	19,769	45,644.36	58.77	0.00	45,585.59	0.00215896	98.54	0.13	0.00	98.41
04/18	3	R	64.65	187	12,094.07	558.33	0.00	11,537.74	0.00215896	28.11	1.20	0.00	24.91

Int: INTEREST	Prod: 1: Oil-BBL	VISIT OUR WEBSITE AT:	OWNER TOTAL:	123.32
W: Working	2: Gas-MCF	www.valenceoperating.com		
R: Royalty	3: Condensate-BBL			
O: Override	4: Plant Prod-BBL			

PLEASE DETACH

THIS CHECK HAS A COLORED BACKGROUND AND CONTAINS MULTIPLE SECURITY FEATURES - SEE BACK FOR DETAILS

VALENCE OPERATING CO.

600 ROCKMEAD #200 PH, 281-359-3659
KINGWOOD, TX 77339-2111

BANK OF AMERICA, N.A.
32-1/1110

861110

OWNER NUMBER

PAY

DATE

VOID AFTER 90 DAYS

CHECK NUMBER

AMOUNT

RIS570

6/25/2018

00861110

\$123.32***

ONE HUNDRED TWENTY-THREE AND 32 / 100 DOLLARS

TO THE ORDER OF

RISING FIELDS HYDROCARBON HOLDINGS, LLC
5704 ARBOR GATE LANE
COLLEYVILLE, TX 76034

TWO SIGNATURES REQUIRED OVER \$1000

[Handwritten Signature]



Details on back
Security Features Included

⑈861110⑈ ⑆111000012⑆ 375 049 5205⑈

VALENCE OPERATING COMPANY 600 Rockmead Drive, Suite 200 Kingwood, TX 77339

OWNER NO.
RIS570 RISING FIELDS HYDROCARBON HOLDINGS, LLC

CHECK DATE
05/25/2018

CHECK NO.
00857692

Sale Date	Prod Int	SALES		100% SALES				OWNER INTEREST					
		Price	Quantity	Gross	Taxes	Deduct	Net	Decimal	Gross	Taxes	Deduct	Net	
Location: 42850653 RAINWATER #3H County: RUSK State: TX													
03/18	2	R	2.23	22,181	49,495.71	64.23	0.00	49,431.48	0.00215896	106.86	0.13	0.00	106.73

Int: INTEREST	Prod: 1: Oil-BBL	VISIT OUR WEBSITE AT: www.valenceoperating.com	OWNER TOTAL:	106.73
W: Working	2: Gas-MCF			
R: Royalty	3: Condensate-BBL			
O: Override	4: Plant Prod-BBL			

PLEASE DETACH

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VALENCE OPERATING CO.

600 ROCKMEAD #200 PH. 281-359-3659
KINGWOOD, TX 77339-2111

BANK OF AMERICA, N.A.
32-1/1110

857692

OWNER NUMBER	PAY	DATE	CHECK NUMBER	AMOUNT
RIS570		5/25/2018	00857692	\$106.73***

ONE HUNDRED SIX AND 73 / 100 DOLLARS

TO THE ORDER OF
RISING FIELDS HYDROCARBON HOLDINGS, LLC
5704 ARBOR GATE LANE
COLLEYVILLE, TX 76034

TWO SIGNATURES REQUIRED OVER \$1000

[Handwritten Signature]



⑈857692⑈ ⑆111000012⑆ 375 049 5205⑈

Details on back. Security Features Included

VALENCE OPERATING COMPANY 600 Rockmead Drive, Suite 200 Kingwood, TX 77339

OWNER NO.
RIS570 RISING FIELDS HYDROCARBON HOLDINGS, LLC

CHECK DATE
04/25/2018

CHECK NO.
00852794

Sale Date	Prod Int	SALES		100% SALES				OWNER INTEREST					
		Price	Quantity	Gross	Taxes	Deduct	Net	Decimal	Gross	Taxes	Deduct	Net	
Location: 42850653 RAINWATER #3H County: RUSK State: TX													
01/18	2	R	2.32	18,101	41,855.01	53.97	0.00	41,901.04	0.00215896	90.58	0.12	0.00	90.46
02/18	2	R	3.03	19,806	59,960.38	73.10	0.00	59,887.29	0.00215896	129.45	0.16	0.00	129.29
02/18	3	R	60.54	190	11,524.06	530.11	0.00	10,993.95	0.00215896	24.88	1.14	0.00	23.74

int: INTEREST W: Working R: Royalty O: Override	Prod: 1: Oil-BBL 2: Gas-MCF 3: Condensate-BBL 4: Plant Prod-BBL	VISIT OUR WEBSITE AT: www.valenceoperating.com	OWNER TOTAL:	243.49
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PLEASE DETACH

THIS CHECK HAS A COLORED BACKGROUND AND CONTAINS MULTIPLE SECURITY FEATURES - SEE BACK FOR DETAILS

VALENCE OPERATING CO.
600 ROCKMEAD #200 PH. 281-359-3859
KINGWOOD, TX 77339-2111

BANK OF AMERICA, N.A.
32-1/1110

852794

OWNER NUMBER

PAY

RIS570

DATE

4/25/2018

VOID AFTER 90 DAYS

CHECK NUMBER

00852794

AMOUNT

\$243.49***

TWO HUNDRED FORTY-THREE AND 49 / 100 DOLLARS

TO THE ORDER OF

RISING FIELDS HYDROCARBON HOLDINGS, LLC
5704 ARBOR GATE LANE
COLLEYVILLE, TX 76034

TWO SIGNATURES REQUIRED OVER \$1000

[Signature]



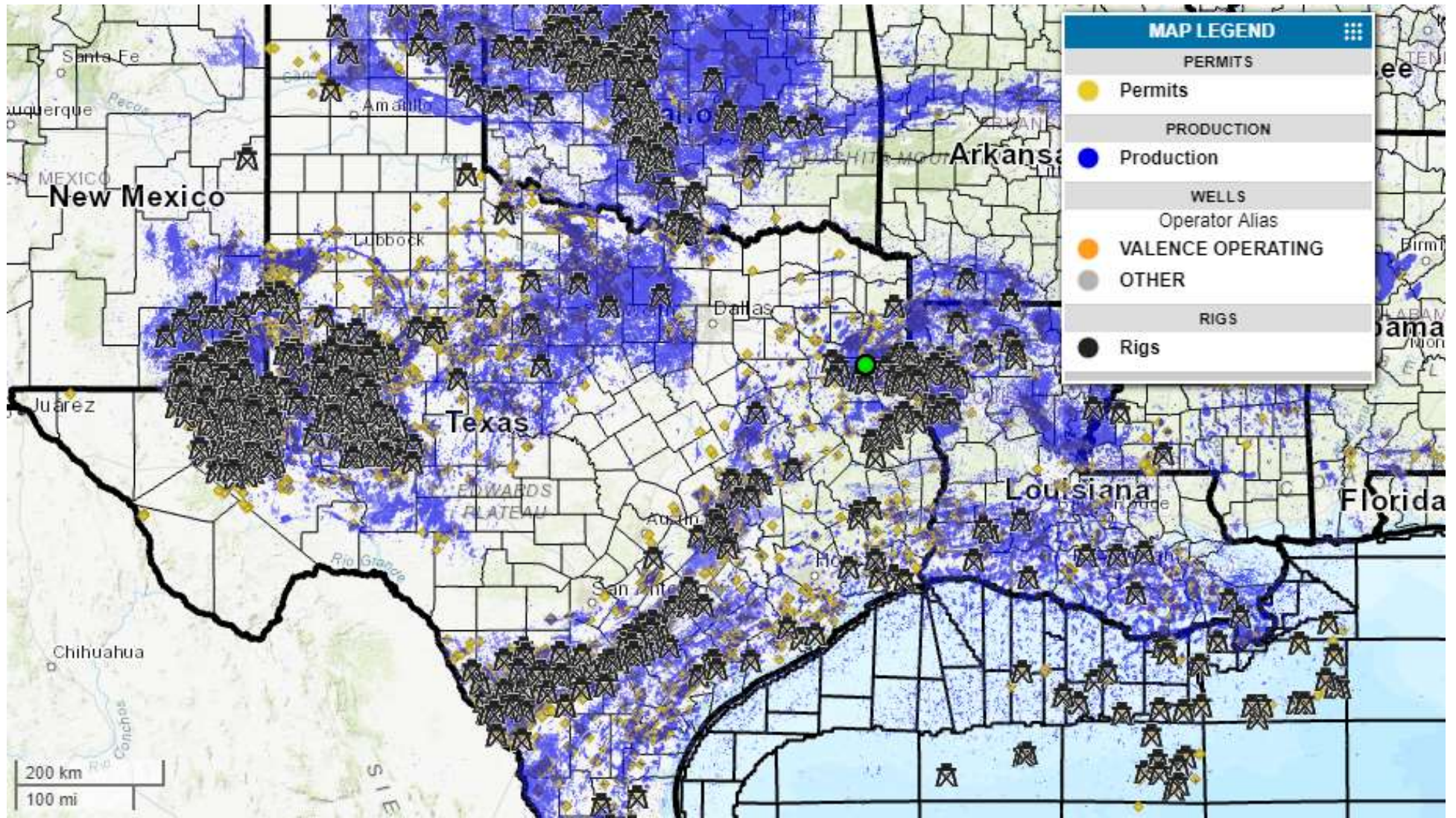
⑈852794⑈ ⑆111000012⑆ 375 049 5205⑈

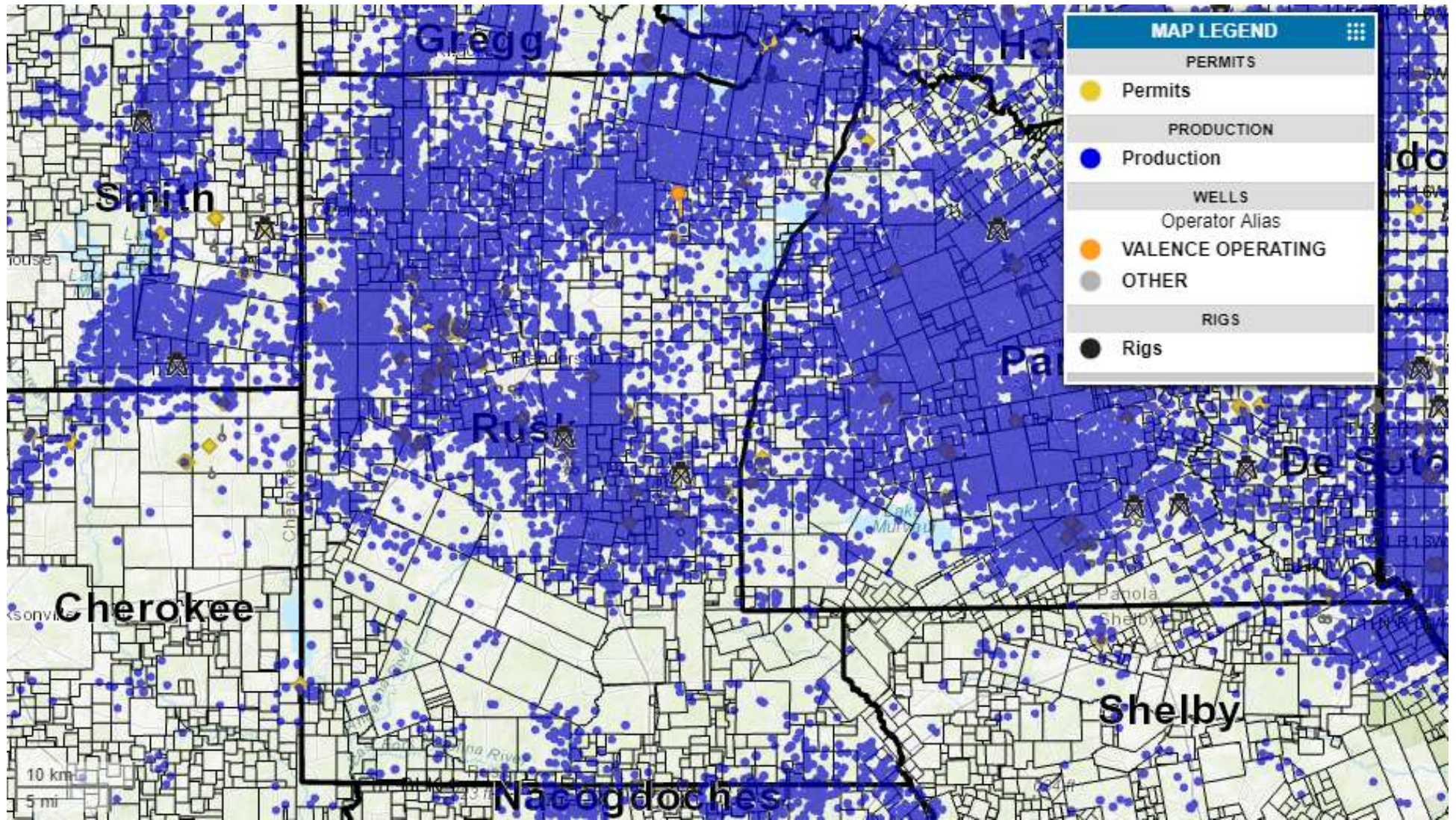
Details on back. Security Features Included

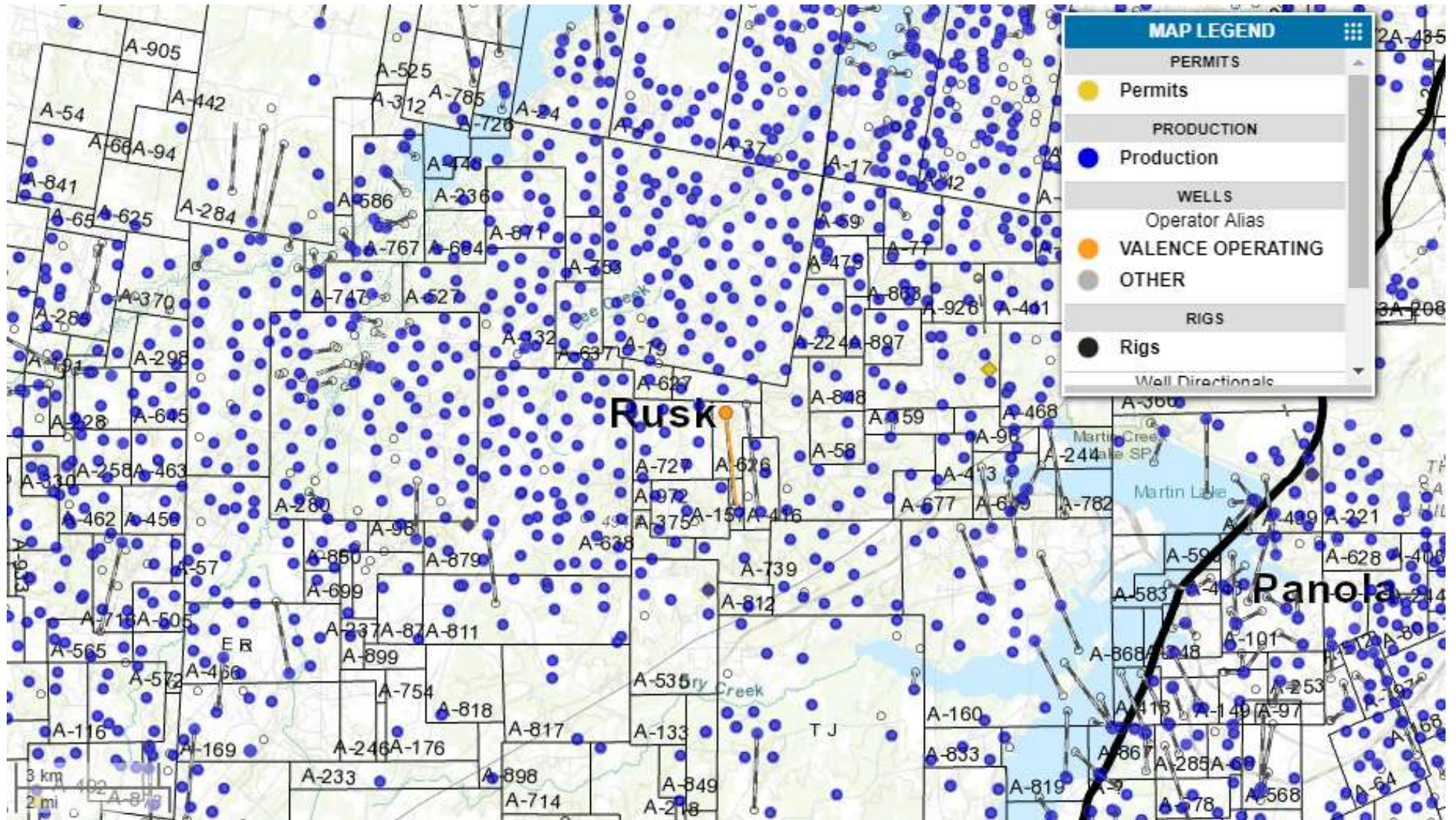


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Maps





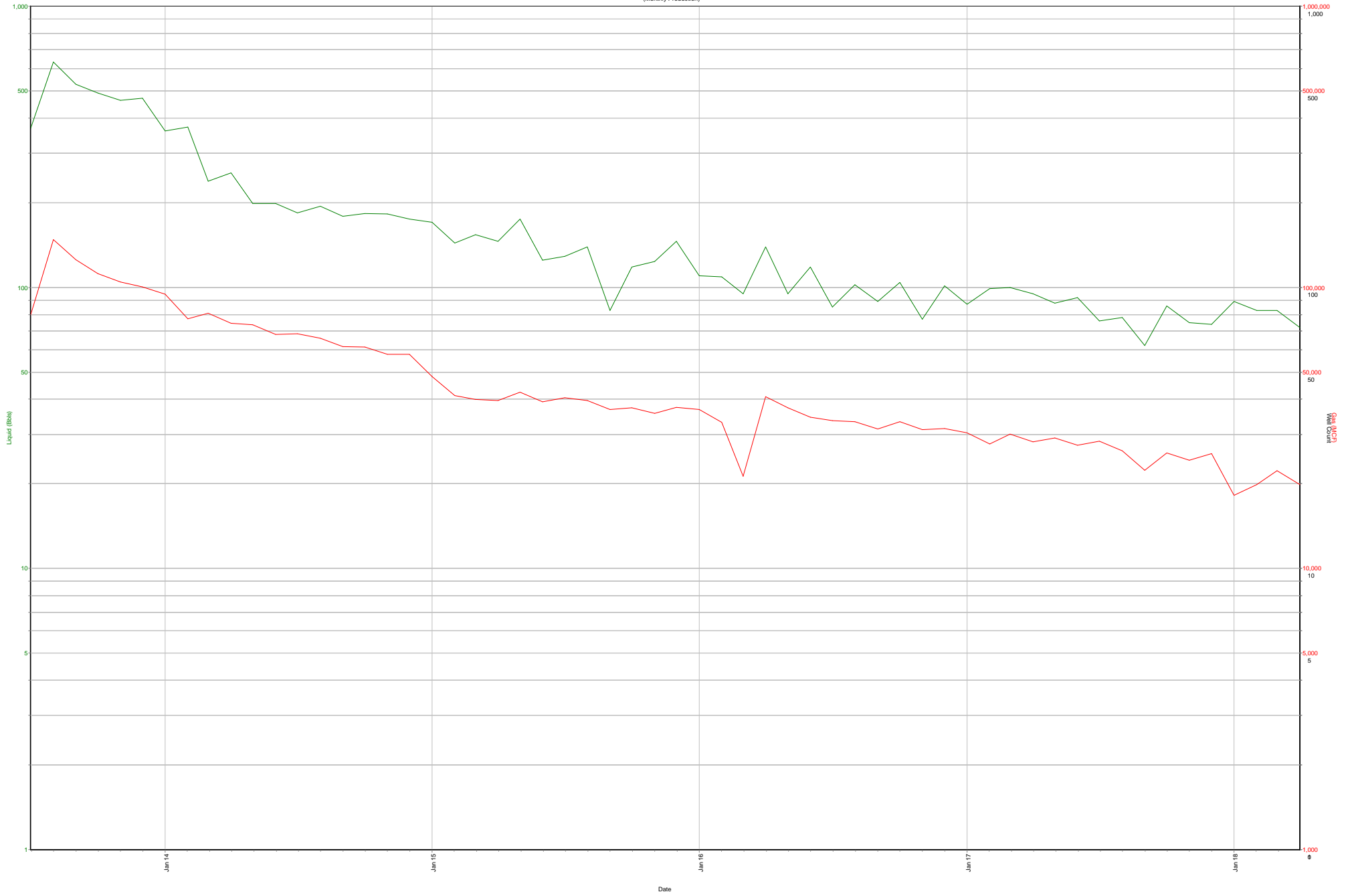




RUSK TX - COTTON VALLEY Producing Royalties

Production Graph

RAINWATER 3H
 RUSK (TX)
 (N/A) (N/A)
 Operator: VALENCE OPERATING COMPANY
 Field: OAK HILL (COTTON VALLEY)
 (Monthly Production)



Legend: Liquid (bbl) Gas (MCF) Wells

Liquid (bbls): Current Cum: 9,889 Total: 9,889
 Gas (MCF): Current Cum: 2,792,832 Total: 2,792,832



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Source Assignments

OIL, GAS, MINERAL AND ROYALTY CONVEYANCE

For valuable consideration, the receipt of which is acknowledged, Rising Fields Hydrocarbon Holdings, LLC, whose address is 5704 Arbor Gate Lane, Colleyville, TX 76034 (hereinafter referred to as "Grantor"), does hereby bargain, sell, transfer, assign, and convey 100.0000% of Grantor's interests in all oil, gas, mineral, royalty, overriding royalty, net profits, and other similar interests in the lands of Rusk County, TX as described in Exhibit "A" unto the following Grantee(s), its/their successors and assigns:

Oak Tree Minerals, LLC
2601 Network Blvd. Suite 404
Frisco, TX 75034

This conveyance is effective as of July 1, 2018 and includes all executive rights, bonuses, and delay rentals applicable to Grantor's interest conveyed herein.

Grantor agrees to pay any ad valorem taxes due on the interests herein conveyed prior to effective date. All ad valorem taxes attributable to the interests herein conveyed for after the effective date are the responsibility of Grantee(s), its/their successors or assigns.

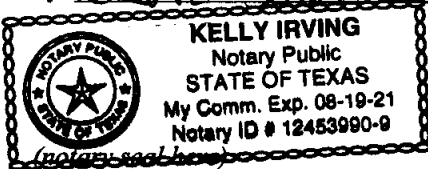
Grantor warrants and agrees to defend the title to the interest herein conveyed against the lawful claims and demands of all parties claiming or to claim the same, or any part thereof, by, through or under Grantor, but not otherwise.

Rising Fields Hydrocarbon Holdings, LLC

State of TX §
County of USA TARRANT §

By: [Signature]
Robert Steven Anderson
Owner

This instrument was acknowledged before me on this 6 day of July, 20 18,
by: Robert Steven Anderson (Name of Person Signing).



Notary Signature: [Signature]

Notary Name: Kelly Irving

My Commission Expires: 8-19-21

Return To:
OAK TREE MINERALS, LLC.
2601 Network Boulevard, Suite 404
Frisco, TX 75034

Prepared By:
Derik J. Todd
Oak Tree Minerals, LLC.

