LANDOWNER NEWSLETTER Q3 · August, 2019

OPERATIONS UPDATE

Welcome to Encino Energy's first Landowner Newsletter!

First, we appreciate everyone's understanding as we navigate the acquisition, which was the largest in the state. We are aware of some obstacles in the transition, and we take your concerns very seriously. We are here to assist and encourage you to contact us at (866) 678-0551.

Encino's core asset area continues to be Harrison, Jefferson, Carroll and Columbiana Counties. This year, we've drilled, completed and put into production approximately fifteen wells thus far, and while the drilling schedule is always subject to change, Encino expects to drill at least fifteen more wells this year in our core asset area.

One question we continue to receive concerns whether we intend to drill new wells on existing well pads. We are continuously working to improve our drilling schedule, and we expect to continue to drill new wells on existing pads in the future.



COMMUNITY

Encino Community Partnership Program & Outreach

After a busy fall and winter, filled with attending and speaking at township association dinners, Rotary Club meetings, chamber dinners, National Wild Turkey Federation dinners, fairs and even playing in Donkey Basketball in Carrollton, Team Encino has hit the ground running. We recently launched the Encino Energy Community Partnership Program. Our first investment from this program went to fund the new Encino Energy Playground in Cadiz and included a Community Day. We lost count after 150 kids, but suffice to say, it was a huge success and now the kids have a safe playground to enjoy. Just like this new playground — Encino plans to be in Ohio for years to come. Please visit our website encinoenergy.com to learn more!



WE ARE TEAM ENCINO



Seth Wehr

Many of you may already know or have spoken with Seth Wehr, our Staff Landman based in Louisville, Ohio. But what you may not know about Seth is that he is a veteran of the United States Army and served with the 82nd Airborne Division. Seth grew up dairy farming in Northeast Ohio, where his family continues to farm. Seth is also a newlywed.



DID YOU KNOW?

Each newsletter, Encino will give you a fun fact about the oil and natural gas industry in the "Did you Know?" Section of the newsletter.

ACCORDING TO A NEW REPORT BY CLEVELAND STATE UNIVERSITY, IN LESS THAN 10 YEARS THE OIL AND NATURAL GAS INDUSTRY HAS INVESTED OVER \$74 BILLON INTO OHIO'S ECONOMY

THAT'S RIGHT! AT THE SAME TIME, OHIO NOW LEADS THE COUNTRY IN CARBON EMISSION REDUCTIONS. SHALE IS CLEARLY A WIN FOR OHIO'S ECONOMY AND THE ENVIRONMENT!