



RISING PHOENIX  
RESOURCES

A \$10 MILLION  
BOUTIQUE  
ROYALTY FUND

# Rising Phoenix Capitol Peak

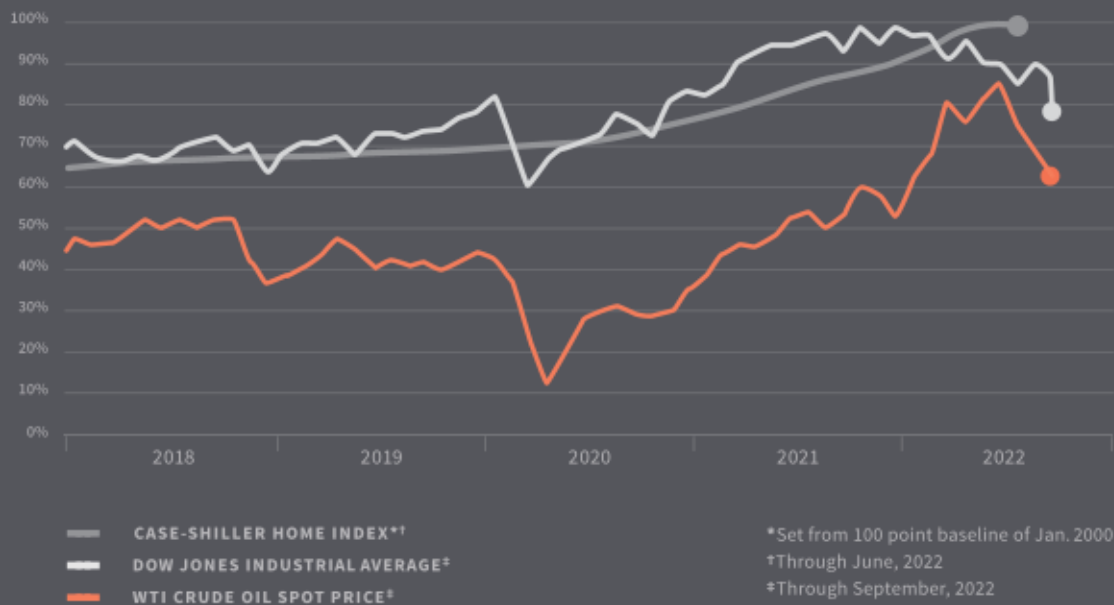


**Be a confident investor  
in a time of volatile markets  
and rising inflation.**

Modern oil & gas royalty funds provide a  
safe haven that consistently outperforms  
the stock and real estate markets.

## TIDE RISING FOR ENERGY

(5 YEAR SECTOR METRICS BASED ON PERCENTAGE OF HISTORICAL HIGHS)





According to the U.S. Department of Energy,  
natural gas is the largest energy source  
for electricity generated in the United States.

Nasa satellite photograph of U.S. gulf coast.

## What has changed

**Advanced extraction methods** and technologies are allowing oil and gas companies to tap vast reservoirs they could not reach before.

These innovations have put our country on the path toward **energy independence**.

This is creating **opportunities previously unavailable** to most private investors.

**Owning oil and gas royalties** is one such vehicle, though they are nothing new.

Royalties have historically been accessible only to ultra-wealthy families, financial institutions and large endowment funds with hundreds of millions of dollars to invest.

With Rising Phoenix Capitol Peak, it is now possible for private investors to directly participate in an oil and gas offering **without the risk of drilling or owning** wells while building a steady stream of passive income.



## How royalties work

Royalty owners receive payments from operators for the oil and gas produced on their property. This “**mailbox money**” is sent directly to the owner **every 30 days**.

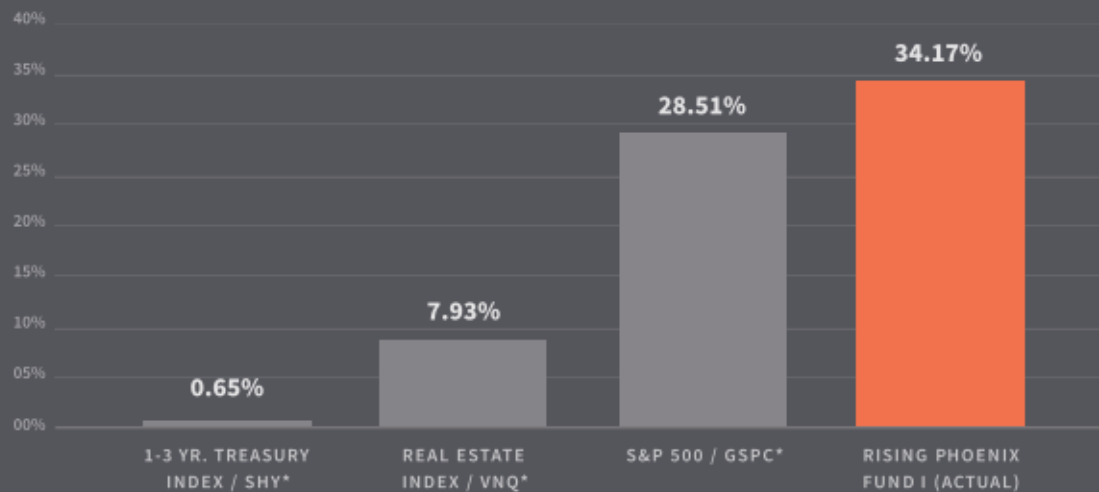
Royalty owners **pay no costs** for operations or development, and **assume no liability whatsoever**. They simply sit back and collect cash flow. The operators handle everything else.

For an investor, these royalties provide impressive returns requiring **zero management or maintenance**. Also, this income is not tied to stock or real estate markets.



## TOTAL RETURN COMPARISON

(TIME PERIOD: 01.01.2017 – 09.01.2018)

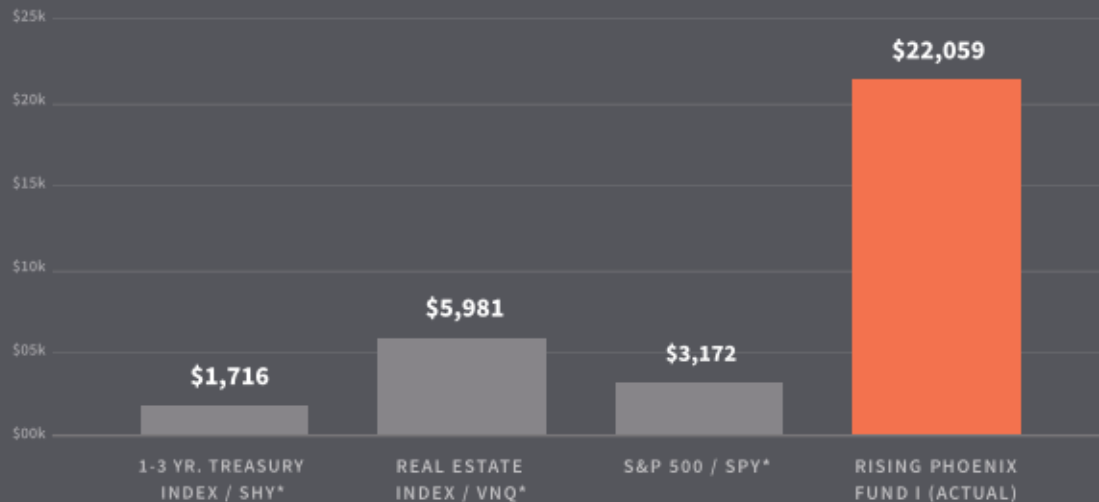


\*Source: Yahoo! Finance

The success of one offering does not predict the performance of another.  
Please read the PPM before investing in this program.

## CASH FLOW COMPARISON (PER \$100K INVESTMENT)

(TIME PERIOD: 01.01.2017 – 09.01.2018)

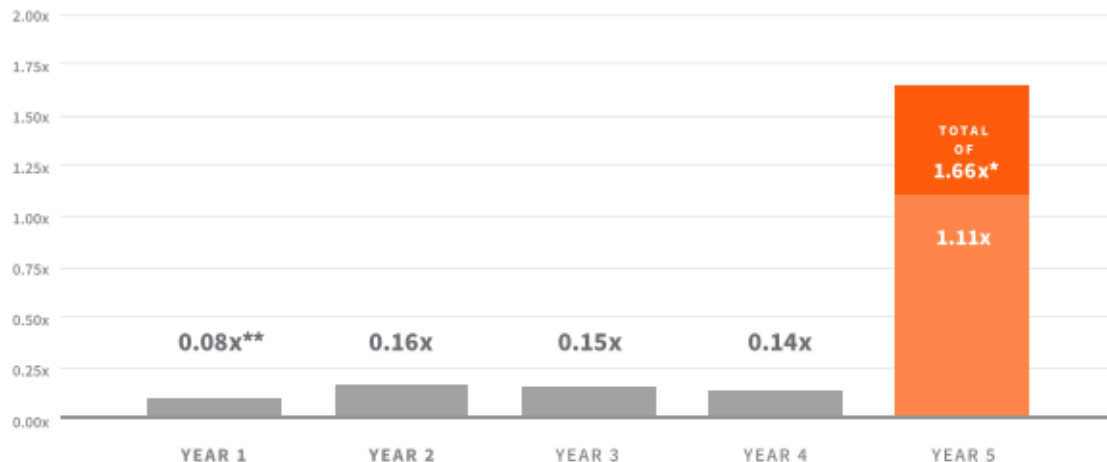


\*Source: Yahoo! Finance

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## PROJECTED CASH ON CASH YIELD

( 5 YEAR PLAN )



\*Internal Rate of Return (IRR) of 15.0%

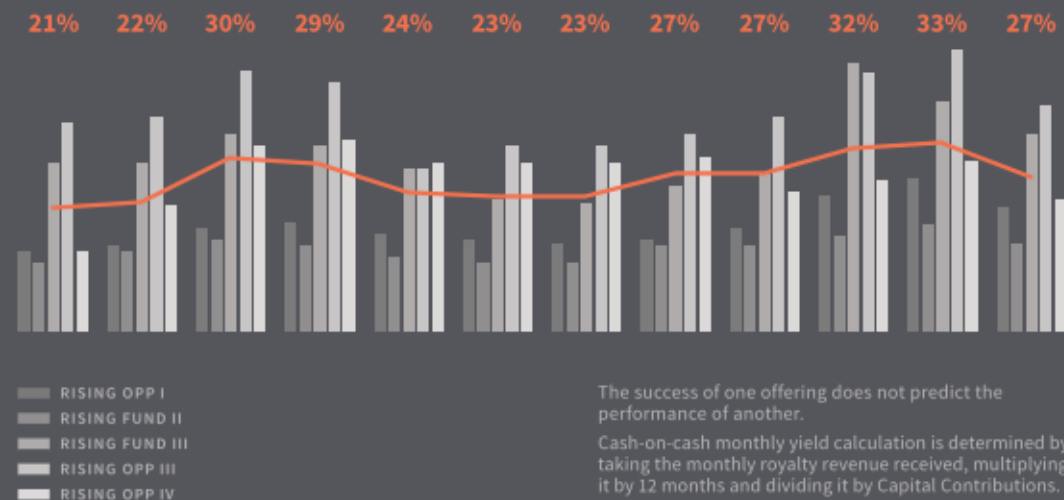
\*\*Year 1 factors in the 6 months of 0% return that occurs during capital placement.  
A detailed Pro Forma on a 2 year, 3 year and 5 year plan is available on request.

“Balance sheets and  
income statements  
are fiction,  
cash flow is reality.”

Chris Chocola  
American businessman

## ACTIVE RISING PHOENIX FUNDS

MONTHLY CASH ON CASH YIELDS  
(October 2021 through September 2022)



The success of one offering does not predict the performance of another.

Cash-on-cash monthly yield calculation is determined by taking the monthly royalty revenue received, multiplying it by 12 months and dividing it by Capital Contributions.



# Capitol Peak Fund



Rising Phoenix Resources (RPR) is currently seeking **accredited investors** interested in taking advantage of the recent uptick in commodity prices currently found in the oil and gas industry.

RPR has developed **proprietary processes** and practices that make it possible to buy producing interests direct from royalty owners at a **favorable discount**.

## Offering at a glance

**Fund size:** \$10 million

**Unit size:** \$50,000

**Promote structure:** Sponsor earns a 25% reversionary only after investor is paid out; 1% AUM fee

No upfront fees or points.

**Distribution:** Quarterly, with annual K-1s prepared

**Strategy:** Target producing oil and gas royalties generating current cash flow with attractive yields.

**Upside:** From price appreciation and potential future production



LEARN MORE

## About us

RPR is led by CEO Jace Graham, a 4th generation oil and gas professional, who has spent the past 17 years acquiring and managing millions of dollars in minerals and royalties.



RPR directly participates in every deal alongside each investor, and we don't earn a 25% reversionary until our investors get all their money back.

If you have a question call our Investor Relations team, at **214-949-1856**.

We're impressed with  
Rising Phoenix's process  
and results. Capitol Peak  
looks like another solid  
opportunity.

”

David Corrie  
President  
Maqro Capital

## How we buy

To identify undervalued oil and gas royalties, RPR has developed a **proprietary software system** to estimate current monthly cash flow to royalty owners.

Our **transparent buying model** makes it simple to understand how we acquire royalty rights.

The mechanics of our compensation structure are designed to incentivize our experienced team of in-house acquisition specialists and analysts to work efficiently and **pay the lowest possible price** for producing royalties.

**We purchase a majority of our royalty rights direct** and not from third party middlemen, thus reducing the costs of entry and creating several exit strategies along the way.

We invest in royalty rights from wells generating cash flow with **attractive annual yields.**

**Assets can improve in value** through commodity price appreciation and operator initiated future production from proven undeveloped wells (PUDs) or re-stimulation of current wells.

## Details make the difference

**Basins:** RPR targets the top producing oil and gas basins within the continental U.S.



**Operators:** RPR looks for well-funded, publicly traded operators with experience and history.



**Active drilling:** We identify where the rigs are drilling now and most likely to drill next.



**Royalty owners:** RPR uses its proprietary software to quickly identify and evaluate royalty owners' monthly cash flow.

**Life events:** We identify motivated sellers by researching public data for situations such as tax liens, probate, divorce decrees, etc.



## Acquisition model

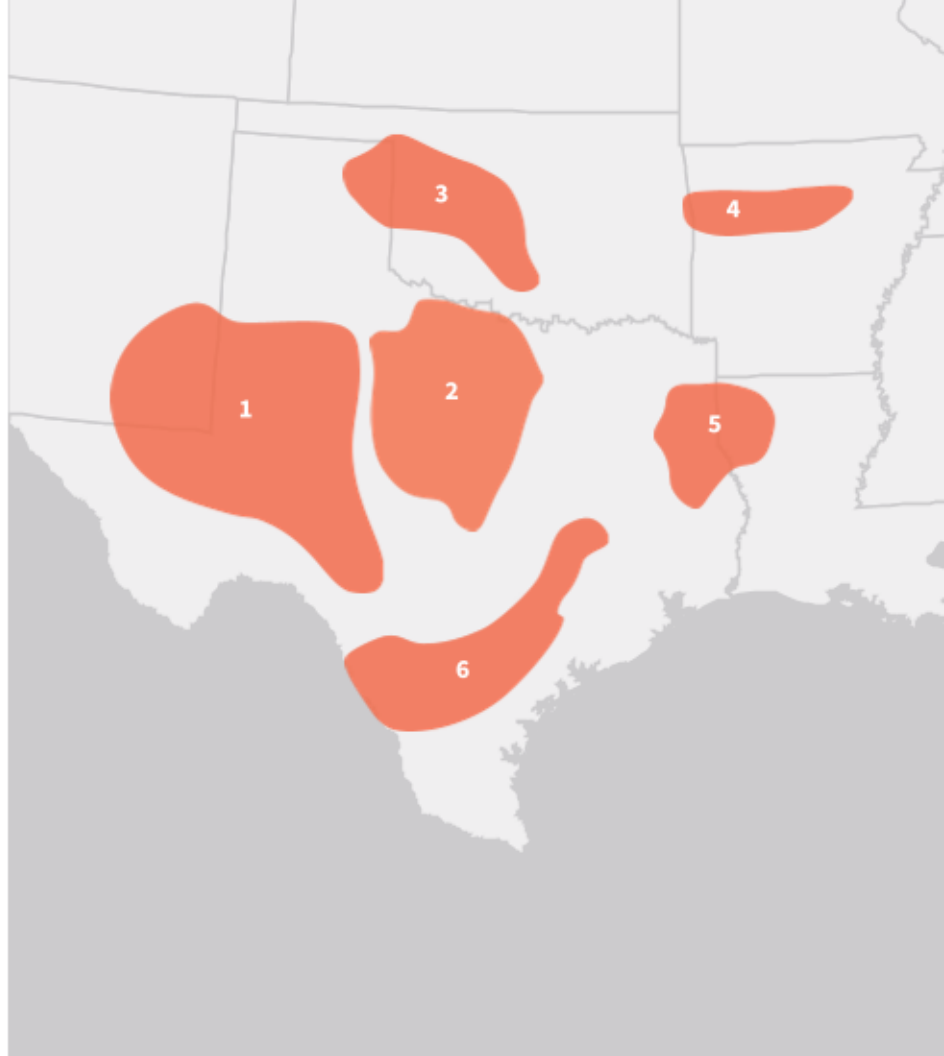
Unlike traditional royalty acquisition companies who are paid fixed daily rates regardless of production, our skilled, team of negotiators and analysts are commission based and incentivized to purchase royalty rights at the lowest price possible. The less they pay, the higher their commissions – yet the lower the actual cost to the fund.

PURCHASE PRICE	COMMISSION	COMPENSATION	ACTUAL COST
\$80,000	10%	\$8,000	<b>\$88,000</b>
\$64,000	20%	\$12,800	<b>\$76,800</b>
\$48,000	30%	\$14,400	<b>\$62,400</b>

## Location matters

To help mitigate risk, RPR seeks royalty rights from producing wells in **proven basins** where declines are more predictable.

1. Permian Basin
2. Barnett Shale
3. Anadarko Basin
4. Fayetteville Shale
5. Haynesville Shale
6. Eagleford Shale





ExxonMobil



Apache

devon



CHESAPEAKE  
ENERGY



## Who you work with matters too

We also target properties managed by **experienced operators** who are well-capitalized and have successful track records.

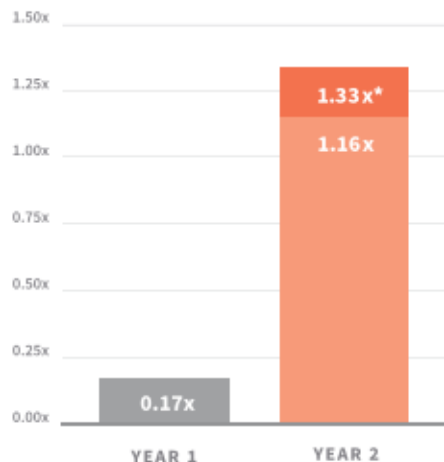
LEARN MORE



I invested in their first fund and it exceeded our expectations. They did what they set out to do and their investor communication was top notch.



Brent Boone  
Fund I investor



\*IRR of 23%

## Fund I finished strong

Launched in early 2017 with a focus on natural gas shale plays, Fund I was comprised of 19 properties with over 140 producing wells.

80% capital was placed in the first 6 months, with first distributions coming by Q2. **In a 24 month hold, Fund I inked an IRR of 23%.\***

\*The success of one offering does not predict the performance of another.

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## Exit options

Potential buyers of RPR funds include publicly traded royalty funds, larger private equity mineral companies, oil and gas operators looking to increase their interest; 1031-exchange buyers; pension funds, family offices, large endowments and other institutional investors.

Our funds generate immediate returns during the hold and above average total returns on the exit. Larger buyers pay a premium for our consolidating these assets ... providing wealth for you and your family for years to come.





## Investing in oil and gas

Oil and gas royalties are similar to owning real estate, only with **no direct management or maintenance responsibilities**.

However, oil and gas royalties have **more potential upside** than real estate because operators may choose to drill additional wells or increase the production of existing wells at no additional cost to royalty owners.

Since oil and gas royalties are not correlated to other markets they provide **portfolio diversification** and a **hedge on inflation**.

## REAL ESTATE VS OIL AND GAS ROYALTY



Monthly cash flow from property

VS

Monthly cash flow from wells

Tenants pay rent

VS

Operators pay royalties

Management upkeep and expenses

VS

No management upkeep or expenses

Limited growth or upside potential

VS

Growth and upside from new wells

Yields typically capped at 10%

VS

Annual yields begin at 10%

Investor pays property taxes

VS

Investor gets 15% tax credit on depletion



Formula for success:  
rise early, work hard, strike oil.



J. Paul Getty

## Why invest in Capitol Peak

With rising demand and increased oil prices, now is the time to own oil and gas royalties.

New technologies are allowing producers to access previously unreachable reserves.

Royalty owners earn monthly “**mailbox money**” and have no maintenance costs or liabilities.

RPR has proprietary processes to identify **undervalued properties** and buy them at **discounts**.

RPR negotiators are incentivized to **pay less** to royalty owners.

RPR targets to buy directly from owners to **bypass middlemen**.

RPR works with **experienced operators** with proven track records.

RPR ownership always has **skin in the game**.

With the real estate market at record highs, owning oil and gas royalties is a **smart way to diversify**.



## Next steps

Request a copy of the PPM for your financial and legal counsel to review. Or contact us for any questions.

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