

## HISTORY OF PETRON ENERGY

Petron Energy, Inc. is a viable oil and gas operating concern in its fifth year of operation. The firm was started in order to provide clients with a fresh approach concerning their investment strategies in the oil and gas industry.

Petron's commitment is to provide solid energy instruments of investment having the potential of meeting the individual investors needs and further enhancing their private relationship with our firm.

**The firm is committed to keeping our cost manageable with each project in order to prevent undue pressure applied to a well because of unmanaged excessive cost overruns.**

Petron is very committed to establishing long-term relationships with its investment partners based on our solid performance. We feel our industry offers investors an opportunity to participate in an investment vehicle which provides long-term monthly income potential and favorable tax benefits.

Petron Energy, Inc. is a successful independent oil and gas corporation. Floyd L. Smith, the President of the firm has thirteen years experience in the industry. Mr. Smith received his formal education at Harding University in Searcy, Arkansas. He previously worked with Grand Energy for six years, starting as a broker assistant and advanced to the top level in the firm as Senior Investment Broker. His integrity and sound business acumen is well known.

The Corporation consults it's geological and petroleum engineering work to Mike Hoover. Mr. Hoover received his formal education at Abilene Christian University, in Abilene, Texas. Mr. Hoover has over twenty years experience in the operations, restoration, completion and equipping of oil and gas projects. He understands the strategic importance of managed well cost and agrees with our systematic approach to benefiting our investors with solid performance.

Given you agree with Petron Energy's methodology to investing in the oil and gas industry, we welcome an opportunity to be your oil and gas representative.

## NATURAL GAS: THE BIG WINNER !

Natural Gas will compete in the energy market in two ways:

- (1) as a direct end use fuel for residential, commercial, and industrial users
- (2) as an efficient fuel to generate electricity.

As one utility spokesperson said, *"the future is here and the future is about competition."*



### *Energy Supply and demand: A window of opportunity ?*

Oil imports exceed 50% of the total oil we use in the U.S. Now more than ever it is vital that we produce domestic energy. **A window of opportunity is now open to benefit from Oil and Natural Gas ownership.**

## *Natural Gas Ownership May Be One Of The Best Profit Opportunities Of The Decade !*

Energy is the power that drives the world economy and rising costs don't have to be a negative. Participation in oil and natural gas leases can help you benefit from the rising costs of energy.

Oil and Gas continue to influence our lives, playing an important role in the economic security of our nation.

The U.S. hangs in a fragile balance of energy supply and demand. Ask yourself:

- ♦ Will oil and gas demand be higher or lower as emerging nations modernize their economies?
- ♦ Will ownership in energy provide an upside profit potential and long term income potential?

## **STRATEGY FOR SUCCESS...**

The best strategy is still "find out what the **major oil companies** are doing and benefit from their success." Many independents now have the ability to acquire proven low risk infield drilling locations from Major Oil Companies.

**Congress encourages private**, domestic oil and gas development by offering tremendous **Tax Savings** for domestic development. Independent producers qualify for **Tax Savings** and **Tax Free Income** from Intangible Drilling Deductions and Depletion Allowance (see article enclosed).