

January 2017

Investment Strategies

BCE is an upstream-focused energy private equity firm based in Houston, TX;
Since inception, funds managed by BCE have deployed more than a half billion dollars in E&P

Platform Companies

- Though BCE focuses on the smaller end of the market, our deal sizes have ranged from \$3mm to \$300+mm
- Seek to partner with E&Ps to acquire, exploit, and develop producing, cash-flowing assets (no exploration projects)
- Provide buyout and growth equity capital alongside strategic guidance to drive value creation
- Attractive Smaller Market Landscape
 - Market vastly undercapitalized
 - Small, often inefficient, scale of operations limits availability to growth capital
 - Companies vulnerable to cash flow disruptions during market cycles



Drilling Partnerships

- Join with leading operators in premier basins to form off-balance sheet Drilling Partnerships to develop de-risked drilling locations
- Provide majority of capital in return for majority WI up to hurdle IRR before reverting to a minority WI
- Wellbore-only working interest (doesn't burden future locations)
- Not afraid of "small commitments" – can partner on 20 locations or 500+ locations








ALTA MESA
HOLDINGS, LP

Bayou City does not back management teams, invest passively in non-op working interest, or do step-out exploration

Current Investments

Capital Successfully Deployed Capital Across Five Investments

Drill Partnership	Platform Companies			
Alta Mesa	White Knight	TXON-SCZ	Own Energy	High Mesa
<ul style="list-style-type: none"> • Development program for 80 STACK wells agreed to January 2016 • Working interest provides direct access to asset-level cash flows  <p>ALTA MESA HOLDINGS, LP</p>	<ul style="list-style-type: none"> • Partnership formed by BCE and White Knight Res. in June 2015 • Conventional oil assets in the San Joaquin Basin in CA (primary recovery) 	<ul style="list-style-type: none"> • Partnership formed by BCE, TX Onshore, and SCZ Resources in November 2015 • Conventional oil assets in North Texas (primary and secondary recovery) 	<ul style="list-style-type: none"> • Partnership formed by BCE and Own Resources in August 2016 • Conventional oil and gas assets in the Permian Basin of West Texas (primary recovery) 	<ul style="list-style-type: none"> • Purchase of preferred stock in High Mesa, which owns effectively 100% of Alta Mesa in October 2016 • ~100,000 acres, associated STACK midstream assets, other conventional onshore assets  <p>ALTA MESA HOLDINGS, LP</p>

Diverse and resilient asset base comprising several onshore basins, conventional and unconventional resources, all with low-breakeven economics

Contact Us



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