



Spicewood Energy Management, LLC (SEM) Announces Launch of Spicewood Energy Fund III, LP

FOR IMMEDIATE RELEASE

SEM, which was formed to manage oil and gas investments through multiple limited partnerships, announces the launch of Spicewood Energy Fund III, LP, a year-end oil and gas drilling fund structured to capitalize on IDC tax benefits.

October 2, 2014 (Spicewood, Texas USA)- Spicewood Energy Management, LLC (SEM) would like to formally announce the launch of its third oil and gas fund, Spicewood Energy Fund III, LP (SEFIII). Following the close of two oil and gas funds within the past ten months, SEFIII was structured to capitalize on SEM's drilling fund structure, whereby investors have the opportunity to take advantage of the tax benefits associated with US oil and gas drilling.

SEFIII will participate in both in-house generated oil and gas drilling programs as well as non-operated oil and gas programs throughout Texas and Louisiana. Additionally, SEFIII was structured with the ability to participate in commercial water disposal wells, whereby they can capitalize on the booming salt water injection industry specific to the large shale plays in Texas. SEFIII will close on December 31, 2014 and acquire working interest primarily in wells that will be drilled in time to qualify for tax benefits in the 2014 calendar year. "Mirroring our second fund, Spicewood Energy Fund II, which closed in December 2013, we are delighted to offer our investors yet another opportunity to exercise year-end tax minimization strategies with an investment into Texas oil drilling via SEFIII. SEFIII will serve to provide our investors who choose to participate as investor general partners with an estimated 75-85% IDC tax write off for 2014 along with a 15% depletion deduction for income from oil or gas production," stated Waylan Johnson, President of Spicewood Energy Management, LLC.

Mr. Johnson further stated, "With over 25 years of industry experience in both fund management and the operational side of the oil and gas industry, we are utilizing our strong industry relationships and seeing unprecedented deal flow from which we are able to pick premier industry deals for our investors. I believe that we are well positioned to deliver our investors a diverse portfolio of successful oil and gas properties."

SEFIII is being offered to verifiable accredited investors only. For further information regarding topics discussed in this article, please contact Spicewood Energy Management, LLC via their Investor Relations Department: (512) 610-0552 or visit www.SpicewoodEnergy.com where you can join the SEM (corporate) Mailing List and receive up to date information on SEM activities, including all SEM Press Releases. Emails may be directed to Info@SpicewoodEnergy.com

About SEM

Spicewood Energy Management, LLC (SEM) is a Texas based oil and gas company that has offices located in Spicewood, Texas and Port Aransas, Texas. SEM will manage oil and gas investments through multiple limited partnerships, which will be formed in the state of Texas. SEM previously offered two fund structured products, a drilling fund and a master fund.

Spicewood Energy Fund I, LP (SEF1) was structured around SEM's master fund principals and provided investors the opportunity to diversify their portfolio by investing in a limited partnership which engages in all aspects of oil and gas exploration, development and production. SEF1 was structured so that within a single investment, an investor would have the ability to participate through the partnership in working

interest in drilling projects, producing mineral interest and proprietary seismic data as well as develop leasehold acreage, pipelines, gas gathering processing systems, and commercial salt water disposal, all at a ground floor entry point.

Spicewood Energy Fund II, LP (SEFII) was SEM's first drilling fund, structured to capitalize on the federal tax benefits of IDC deductions. SEFII closed on December 30, 2013 and has since participated in numerous non-operated working interest deals throughout Texas and Louisiana.

SEM has engaged BDO USA, LLC to perform annual audits on the firm and its funds. Annual third party reserve reports will also be conducted on properties.

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