CSSB 305 (FIN) MODELING RUNS

4/7/2010

Presentation Back-up Materials

Total Tax Take Comparison

- Model Assumptions:
    - One year snapshot
    - 4.5 Bcf/d and 500 Mbbl/d
    - Total Opex = $2.2 Bn and Total Capex = $2.2 Bn

- Ran multiple cases varying oil price from 40 to 200 $/bbl and gas price parity from 6 to 26
- Ran the above cases for each of BOE, PoP and Fixed cost allocation methodology

4/07/2010

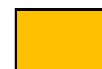# Total Tax CSSB305 (FIN) less Status Quo BOE Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	0.0	0.1	0.3	0.2	0.2	0.2	0.2	0.2	(0.3)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
8	0.5	0.1	0.3	0.8	0.8	0.7	0.8	0.9	0.5	0.0	(0.6)	(0.6)	(0.3)	0.2	0.4	0.4	0.5
10	0.5	0.5	0.5	0.8	1.2	1.4	1.6	1.6	1.3	0.9	0.5	(0.1)	(0.7)	(0.6)	(0.3)	(0.0)	0.3
12	0.5	0.8	0.8	0.9	1.3	1.8	2.1	2.4	2.2	1.8	1.4	1.0	0.5	(0.1)	(0.3)	(0.2)	0.0
14	0.5	0.9	1.1	1.2	1.5	2.0	2.4	2.8	2.8	2.6	2.3	1.9	1.4	0.9	0.4	0.1	0.2
16	0.5	0.9	1.3	1.5	1.8	2.2	2.7	3.1	3.2	3.1	2.9	2.7	2.3	1.9	1.3	0.8	0.6
18	0.5	0.9	1.5	1.7	2.0	2.4	3.0	3.4	3.4	3.5	3.4	3.2	3.0	2.7	2.3	1.8	1.2
20	0.5	0.9	1.6	1.8	2.2	2.6	3.2	3.8	3.8	3.7	3.7	3.7	3.5	3.3	3.0	2.6	2.2
22	0.5	0.9	1.6	2.0	2.3	2.8	3.4	4.1	4.1	4.1	4.0	4.0	3.9	3.8	3.5	3.3	2.9
24	0.5	0.9	1.6	2.1	2.4	2.9	3.6	4.3	4.4	4.4	4.4	4.3	4.2	4.1	4.0	3.8	3.5
26	0.5	0.9	1.6	2.2	2.5	3.1	3.7	4.5	4.6	4.7	4.7	4.6	4.5	4.4	4.3	4.2	4.0

- CSSB305 (FIN) > STATUS QUO
- CSSB305 (FIN) = STATUS QUO
- CSSB305 (FIN) < STATUS QUO

4/07/2010

Total Tax CSSB305 (FIN) less Status Quo PoP Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	0.0	0.0	0.2	0.1	0.1	0.1	0.1	0.1	(0.3)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
8	0.0	0.0	0.1	0.5	0.5	0.5	0.6	0.6	0.5	(0.0)	(0.6)	(0.6)	(0.2)	0.3	0.3	0.4	0.4
10	0.0	0.0	0.0	0.4	0.8	0.9	1.0	1.1	1.1	0.8	0.4	(0.1)	(0.7)	(0.6)	(0.3)	(0.0)	0.4
12	0.0	0.1	0.0	0.3	0.7	1.1	1.4	1.6	1.7	1.4	1.1	0.7	0.2	(0.3)	(0.5)	(0.3)	(0.1)
14	0.0	0.2	0.1	0.2	0.6	1.2	1.6	1.9	2.2	2.0	1.7	1.4	1.0	0.6	0.0	(0.3)	(0.1)
16	0.0	0.2	0.3	0.2	0.5	1.1	1.6	2.1	2.5	2.4	2.3	2.0	1.6	1.3	0.8	0.3	0.1
18	0.0	0.2	0.5	0.4	0.5	1.0	1.7	2.1	2.6	2.7	2.7	2.5	2.3	1.9	1.5	1.1	0.6
20	0.0	0.2	0.6	0.5	0.7	0.9	1.6	2.2	2.7	2.9	2.9	2.9	2.7	2.5	2.1	1.8	1.3
22	0.0	0.2	0.6	0.7	0.8	1.1	1.5	2.2	2.8	3.1	3.1	3.1	3.0	2.9	2.6	2.3	1.9
24	0.0	0.2	0.6	0.8	0.9	1.2	1.7	2.2	2.8	3.2	3.3	3.3	3.3	3.2	3.0	2.8	2.5
26	0.0	0.2	0.6	0.9	1.1	1.4	1.8	2.3	2.8	3.3	3.4	3.5	3.5	3.4	3.3	3.1	2.9

■ CSSB305 (FIN) **>** STATUS QUO   ■ CSSB305 (FIN) **=** STATUS QUO   ■ CSSB305 (FIN) **<** STATUS QUO

4/07/2010

Total Tax CSSB305 (FIN) less Status Quo Fixed (90/10) Cost Allocation
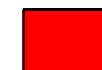
Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
8	0.0	0.0	0.0	0.2	0.1	0.2	0.2	0.2	0.3	0.1	(0.4)	(0.4)	0.0	0.2	0.2	0.2	0.2
10	0.0	0.0	0.0	0.2	0.5	0.5	0.5	0.7	0.8	0.6	0.3	(0.2)	(0.8)	(0.6)	(0.3)	0.1	0.5
12	0.0	0.2	0.0	0.2	0.6	0.9	1.0	1.2	1.3	1.2	0.9	0.5	0.1	(0.5)	(0.6)	(0.4)	(0.2)
14	0.0	0.3	0.2	0.2	0.6	1.1	1.4	1.6	1.8	1.8	1.5	1.2	0.8	0.4	(0.1)	(0.4)	(0.3)
16	0.0	0.3	0.4	0.4	0.6	1.1	1.6	1.9	2.2	2.3	2.1	1.8	1.4	1.1	0.6	0.1	(0.1)
18	0.0	0.3	0.6	0.6	0.7	1.1	1.7	2.1	2.5	2.6	2.5	2.3	2.1	1.7	1.3	0.9	0.4
20	0.0	0.3	0.7	0.7	0.9	1.2	1.7	2.2	2.7	2.9	2.9	2.8	2.6	2.3	2.0	1.5	1.1
22	0.0	0.3	0.7	0.9	1.0	1.4	1.8	2.3	2.9	3.1	3.1	3.1	3.0	2.8	2.5	2.2	1.8
24	0.0	0.3	0.7	1.0	1.2	1.5	1.9	2.5	3.0	3.3	3.3	3.3	3.3	3.1	2.9	2.7	2.4
26	0.0	0.3	0.7	1.1	1.3	1.6	2.1	2.7	3.1	3.4	3.5	3.5	3.5	3.4	3.3	3.1	2.8

CSSB305 (FIN) **>** STATUS QUO   CSSB305 (FIN) **=** STATUS QUO   CSSB305 (FIN) **<** STATUS QUO

4/07/2010
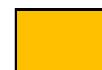
MODELING THE OIL TAX INCREASE

4/7/2010

Oil Tax Comparison
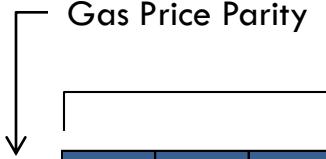
- Model Assumptions:
  - One year snapshot
  - 4.5 Bcf/d and 500 Mbbl/d
  - Total Opex = $2.2 Bn and Total Capex = $2.2 Bn

- Ran multiple cases varying oil price from 40 to 200 $/bbl and gas price parity from 6 to 26
- Ran the above cases for each of BOE, PoP and Fixed cost allocation methodology

4/07/2010

Oil Tax CSSB305 (FIN) less Status Quo*
BOE Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	0.2	0.3	0.5	0.6	0.6	0.7	0.8	0.9	0.4	0.3	0.4	0.4	0.4	0.4	0.4	0.4	0.4
8	0.5	0.3	0.7	1.1	1.3	1.5	1.8	2.0	1.8	1.5	1.2	1.1	1.2	1.2	1.3	1.4	1.6
10	0.5	0.6	0.7	1.2	1.7	2.0	2.4	2.8	2.7	2.5	2.3	2.1	1.7	1.8	1.9	2.1	2.3
12	0.5	0.8	0.9	1.2	1.8	2.4	2.8	3.2	3.3	3.2	3.1	2.9	2.7	2.4	2.4	2.6	2.8
14	0.5	0.9	1.1	1.3	1.8	2.4	3.1	3.6	3.7	3.7	3.7	3.6	3.4	3.2	3.0	2.9	3.1
16	0.5	0.9	1.3	1.5	1.9	2.5	3.1	3.8	4.0	4.1	4.1	4.0	4.0	3.8	3.7	3.5	3.4
18	0.5	0.9	1.5	1.7	2.0	2.5	3.3	3.8	4.1	4.4	4.4	4.4	4.4	4.3	4.2	4.0	3.8
20	0.5	0.9	1.6	1.8	2.2	2.6	3.4	4.0	4.2	4.4	4.7	4.7	4.7	4.7	4.6	4.5	4.4
22	0.5	0.9	1.6	2.0	2.3	2.8	3.4	4.2	4.4	4.5	4.6	4.9	5.0	5.0	5.0	4.9	4.8
24	0.5	0.9	1.6	2.1	2.4	2.9	3.6	4.3	4.5	4.7	4.8	4.9	5.1	5.3	5.3	5.2	5.1
26	0.5	0.9	1.6	2.2	2.5	3.1	3.7	4.5	4.6	4.8	5.0	5.1	5.2	5.3	5.5	5.5	5.4

CSSB305 (FIN) **>** STATUS QUO   CSSB305 (FIN) **=** STATUS QUO   CSSB305 (FIN) **<** STATUS QUO
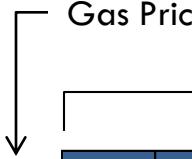
*Oil Tax under the Status Quo equals Total Tax less attributed gas tax

4/07/2010

Oil Tax CSSB305 (FIN) less Status Quo*
PoP Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	0.0	0.0	0.2	0.3	0.4	0.5	0.5	0.6	0.3	0.2	0.2	0.2	0.3	0.3	0.3	0.3	0.3
8	0.0	0.0	0.1	0.5	0.7	0.9	1.1	1.4	1.4	1.1	0.8	0.6	0.7	0.8	0.9	1.0	1.1
10	0.0	0.0	0.0	0.4	0.8	1.1	1.4	1.8	2.0	1.8	1.6	1.4	1.0	1.1	1.3	1.4	1.6
12	0.0	0.1	0.0	0.3	0.7	1.2	1.6	2.0	2.3	2.3	2.2	2.0	1.8	1.5	1.5	1.7	1.8
14	0.0	0.2	0.1	0.2	0.6	1.2	1.6	2.1	2.6	2.6	2.6	2.5	2.4	2.2	1.9	1.8	2.0
16	0.0	0.2	0.3	0.2	0.5	1.1	1.7	2.2	2.7	2.8	2.8	2.8	2.7	2.6	2.4	2.2	2.2
18	0.0	0.2	0.5	0.4	0.5	1.0	1.7	2.2	2.7	3.0	3.0	3.1	3.0	3.0	2.8	2.7	2.5
20	0.0	0.2	0.6	0.5	0.7	0.9	1.6	2.2	2.8	3.1	3.2	3.2	3.3	3.2	3.1	3.0	2.9
22	0.0	0.2	0.6	0.7	0.8	1.1	1.5	2.2	2.8	3.2	3.3	3.4	3.4	3.4	3.4	3.3	3.2
24	0.0	0.2	0.6	0.8	0.9	1.2	1.7	2.2	2.8	3.3	3.4	3.5	3.6	3.6	3.6	3.5	3.4
26	0.0	0.2	0.6	0.9	1.1	1.4	1.8	2.3	2.8	3.3	3.5	3.6	3.7	3.8	3.8	3.7	3.7

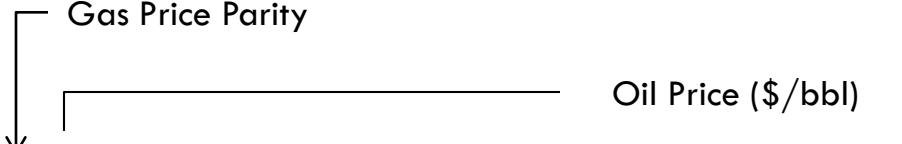CSSB305 (FIN) > STATUS QUO   CSSB305 (FIN) = STATUS QUO   CSSB305 (FIN) < STATUS QUO

*Oil Tax under the Status Quo equals Total Tax less attributed gas tax

4/07/2010

Oil Tax CSSB305 (FIN) less Status Quo*
Fixed (50/50) Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	0.2	0.1	0.3	0.3	0.3	0.4	0.4	0.4	0.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.1
8	0.3	0.2	0.5	0.8	1.0	1.2	1.4	1.6	1.5	1.2	0.9	0.7	0.8	0.9	1.0	1.1	1.2
10	0.3	0.4	0.5	1.0	1.4	1.7	2.0	2.3	2.4	2.2	2.0	1.7	1.4	1.5	1.6	1.7	1.9
12	0.3	0.7	0.7	0.9	1.6	2.0	2.4	2.8	2.9	2.9	2.8	2.6	2.4	2.1	2.0	2.2	2.4
14	0.3	0.7	0.9	1.1	1.5	2.2	2.7	3.2	3.4	3.4	3.3	3.2	3.1	2.9	2.6	2.5	2.7
16	0.3	0.7	1.1	1.2	1.6	2.2	2.8	3.5	3.7	3.7	3.7	3.7	3.6	3.5	3.3	3.1	3.0
18	0.3	0.7	1.3	1.4	1.7	2.2	2.9	3.5	3.9	4.0	4.1	4.1	4.0	4.0	3.8	3.7	3.5
20	0.3	0.7	1.4	1.6	1.9	2.3	3.0	3.7	3.9	4.2	4.3	4.4	4.4	4.3	4.3	4.1	4.0
22	0.3	0.7	1.4	1.7	2.0	2.5	3.1	3.8	4.1	4.2	4.5	4.6	4.7	4.7	4.6	4.5	4.4
24	0.3	0.7	1.4	1.8	2.2	2.6	3.2	3.9	4.2	4.4	4.5	4.7	4.9	4.9	4.9	4.9	4.8
26	0.3	0.7	1.4	1.9	2.3	2.7	3.4	4.1	4.4	4.5	4.7	4.8	4.9	5.1	5.2	5.1	5.1

◻ CSSB305 (FIN) **>** STATUS QUO   ◻ CSSB305 (FIN) **=** STATUS QUO   ◻ CSSB305 (FIN) **<** STATUS QUO

*Oil Tax under the Status Quo equals Total Tax less attributed gas tax

4/07/2010

Oil Tax CSSB305 (FIN) less Status Quo*
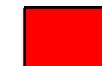# Fixed (75/25) Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	(0.2)	(0.3)	(0.3)	(0.4)	(0.4)	(0.5)	(0.5)	(0.6)	(0.6)	(0.8)	(0.8)	(0.8)	(0.8)	(0.8)	(0.9)	(0.9)	(0.9)
8	0.1	(0.0)	(0.1)	0.2	0.2	0.3	0.5	0.6	0.7	0.4	0.0	(0.1)	(0.0)	0.0	0.1	0.1	0.2
10	0.1	0.1	0.1	0.3	0.7	0.8	1.1	1.3	1.6	1.4	1.2	0.9	0.5	0.6	0.7	0.8	0.9
12	0.1	0.4	0.2	0.5	0.8	1.2	1.5	1.8	2.2	2.1	2.0	1.8	1.5	1.2	1.1	1.3	1.4
14	0.1	0.5	0.4	0.5	1.0	1.4	1.8	2.2	2.6	2.6	2.5	2.4	2.2	2.0	1.7	1.6	1.8
16	0.1	0.5	0.6	0.7	1.0	1.5	2.0	2.5	2.9	2.9	2.9	2.9	2.8	2.6	2.4	2.2	2.1
18	0.1	0.5	0.8	0.9	1.1	1.5	2.2	2.7	3.2	3.2	3.3	3.2	3.2	3.1	2.9	2.7	2.5
20	0.1	0.5	0.9	1.0	1.3	1.6	2.2	2.8	3.4	3.5	3.5	3.6	3.5	3.5	3.4	3.2	3.0
22	0.1	0.5	0.9	1.2	1.4	1.8	2.3	2.9	3.5	3.7	3.8	3.8	3.8	3.8	3.7	3.6	3.5
24	0.1	0.5	0.9	1.3	1.5	1.9	2.4	3.0	3.6	3.8	3.9	4.0	4.0	4.0	4.0	3.9	3.8
26	0.1	0.5	0.9	1.4	1.6	2.0	2.5	3.2	3.7	3.9	4.0	4.2	4.2	4.3	4.3	4.2	4.1

🟩 CSSB305 (FIN) **>** STATUS QUO	🟨 CSSB305 (FIN) **=** STATUS QUO	🟥 CSSB305 (FIN) **<** STATUS QUO

*Oil Tax under the Status Quo equals Total Tax less attributed gas tax

4/07/2010

Oil Tax CSSB305 (FIN) less Status Quo*
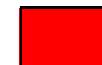# Fixed (90/10) Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	(0.4)	(0.5)	(0.6)	(0.7)	(0.8)	(0.9)	(1.1)	(1.2)	(1.3)	(1.2)	(1.3)	(1.3)	(1.3)	(1.4)	(1.4)	(1.4)	(1.4)
8	0.0	(0.3)	(0.4)	(0.2)	(0.2)	(0.1)	(0.1)	0.0	0.1	(0.0)	(0.4)	(0.6)	(0.6)	(0.5)	(0.5)	(0.4)	(0.3)
10	0.0	0.0	(0.2)	(0.0)	0.2	0.4	0.5	0.7	1.0	1.0	0.7	0.4	0.0	0.0	0.1	0.3	0.4
12	0.0	0.2	0.0	0.1	0.4	0.7	1.0	1.2	1.6	1.6	1.5	1.3	1.0	0.7	0.6	0.7	0.9
14	0.0	0.3	0.2	0.3	0.5	1.0	1.3	1.6	2.0	2.1	2.0	1.9	1.7	1.5	1.2	1.1	1.2
16	0.0	0.3	0.4	0.4	0.6	1.1	1.5	1.9	2.3	2.5	2.5	2.4	2.3	2.1	1.9	1.6	1.5
18	0.0	0.3	0.6	0.6	0.7	1.2	1.7	2.1	2.6	2.8	2.8	2.8	2.7	2.6	2.4	2.2	2.0
20	0.0	0.3	0.7	0.7	0.9	1.2	1.8	2.3	2.8	3.0	3.1	3.1	3.0	2.9	2.8	2.7	2.5
22	0.0	0.3	0.7	0.9	1.0	1.4	1.8	2.4	2.9	3.2	3.3	3.3	3.3	3.3	3.2	3.1	2.9
24	0.0	0.3	0.7	1.0	1.2	1.5	1.9	2.5	3.1	3.4	3.5	3.5	3.5	3.5	3.5	3.4	3.3
26	0.0	0.3	0.7	1.1	1.3	1.6	2.1	2.7	3.2	3.5	3.6	3.7	3.7	3.7	3.7	3.7	3.6

CSSB305 (FIN) > STATUS QUO   CSSB305 (FIN) = STATUS QUO   CSSB305 (FIN) < STATUS QUO

*Oil Tax under the Status Quo equals Total Tax less attributed gas tax

4/07/2010

Oil Tax Comparison

- Model Assumptions:
  - One year snapshot
  - 4.5 Bcf/d and 200 Mbbl/d
  - Total Opex = $2.2 Bn and Total Capex = $2.2 Bn

- Ran multiple cases varying oil price from 40 to 200 $/bbl and gas price parity from 6 to 26
- Ran the above cases for each of BOE, PoP and Fixed cost allocation methodology

4/07/2010

Oil Tax CSSB305 (FIN) less Status Quo*
BOE Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	0.0	0.2	0.2	0.3	0.3	0.4	0.4	0.5	0.4	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2
8	0.0	0.0	0.3	0.5	0.7	0.8	1.0	1.1	1.1	1.1	1.0	0.9	0.7	0.7	0.8	0.8	0.9
10	0.0	0.0	0.3	0.4	0.9	1.1	1.3	1.5	1.6	1.6	1.6	1.6	1.5	1.4	1.3	1.2	1.3
12	0.0	0.0	0.3	0.6	0.7	1.1	1.5	1.8	1.9	2.0	2.0	2.0	2.0	2.0	2.0	2.0	1.9
14	0.0	0.0	0.3	0.6	0.9	1.0	1.3	1.9	2.1	2.3	2.3	2.4	2.4	2.5	2.5	2.5	2.5
16	0.0	0.0	0.3	0.6	0.9	1.2	1.4	1.7	2.1	2.5	2.6	2.7	2.8	2.8	2.9	2.9	2.9
18	0.0	0.0	0.3	0.6	0.9	1.3	1.5	1.8	2.0	2.3	2.7	2.9	3.0	3.1	3.2	3.2	3.3
20	0.0	0.0	0.3	0.6	0.9	1.3	1.7	1.9	2.1	2.3	2.5	2.9	3.2	3.3	3.4	3.5	3.6
22	0.0	0.0	0.3	0.6	0.9	1.3	1.8	2.1	2.2	2.4	2.6	2.8	3.2	3.4	3.6	3.7	3.8
24	0.0	0.0	0.3	0.6	0.9	1.3	1.8	2.2	2.4	2.5	2.7	2.9	3.1	3.4	3.7	3.9	4.1
26	0.0	0.0	0.3	0.6	0.9	1.3	1.8	2.3	2.5	2.6	2.8	3.0	3.2	3.4	3.6	3.9	4.2

CSSB305 (FIN) **>** STATUS QUO   CSSB305 (FIN) **=** STATUS QUO   CSSB305 (FIN) **<** STATUS QUO

*Oil Tax under the Status Quo equals Total Tax less attributed gas tax

4/07/2010

Oil Tax CSSB305 (FIN) less Status Quo*
PoP Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	0.0	0.0	0.0	0.1	0.2	0.2	0.3	0.3	0.3	0.1	0.1	0.1	0.1	0.1	0.1	0.2	0.2
8	0.0	0.0	0.0	0.1	0.2	0.4	0.5	0.6	0.7	0.7	0.6	0.5	0.4	0.4	0.4	0.5	0.6
10	0.0	0.0	0.0	0.0	0.1	0.3	0.5	0.7	0.9	1.0	1.0	1.0	0.9	0.9	0.8	0.7	0.7
12	0.0	0.0	0.0	0.0	0.0	0.2	0.4	0.7	0.9	1.2	1.2	1.3	1.3	1.3	1.2	1.2	1.1
14	49.0	0.0	0.0	0.0	0.0	0.1	0.3	0.5	0.9	1.2	1.4	1.4	1.5	1.5	1.5	1.5	1.5
16	9.2	0.0	0.0	0.0	0.0	0.0	0.2	0.4	0.7	1.1	1.4	1.5	1.6	1.7	1.7	1.8	1.8
18	5.5	0.0	0.0	0.0	0.0	0.0	0.1	0.3	0.6	0.9	1.3	1.6	1.7	1.8	1.9	1.9	2.0
20	4.2	318.8	0.0	0.0	0.0	0.0	0.0	0.2	0.5	0.8	1.2	1.6	1.7	1.8	1.9	2.0	2.1
22	3.6	28.2	0.0	0.0	0.0	0.0	0.0	0.1	0.4	0.7	1.1	1.5	1.7	1.9	2.0	2.1	2.2
24	3.2	14.4	0.0	0.0	0.0	0.0	0.0	0.1	0.3	0.6	0.9	1.4	1.7	1.9	2.0	2.2	2.3
26	2.9	10.1	0.0	0.0	0.0	0.0	0.0	0.2	0.2	0.5	0.8	1.2	1.6	1.9	2.0	2.2	2.3

CSSB305 (FIN) **>** STATUS QUO   CSSB305 (FIN) **=** STATUS QUO   CSSB305 (FIN) **<** STATUS QUO

*Oil Tax under the Status Quo equals Total Tax less attributed gas tax

4/07/2010

Oil Tax CSSB305 (FIN) less Status Quo*
Fixed (27/73) Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	0.0	0.1	0.1	0.2	0.2	0.2	0.2	0.2	0.2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
8	0.0	0.0	0.3	0.4	0.5	0.6	0.7	0.9	0.9	0.9	0.8	0.7	0.5	0.5	0.6	0.6	0.6
10	0.0	0.0	0.2	0.3	0.7	0.9	1.1	1.3	1.4	1.4	1.4	1.4	1.3	1.2	1.1	1.0	1.1
12	0.0	0.0	0.2	0.4	0.5	1.0	1.2	1.5	1.7	1.8	1.8	1.8	1.8	1.8	1.8	1.7	1.7
14	0.0	0.0	0.2	0.4	0.7	0.9	1.2	1.7	2.0	2.1	2.1	2.2	2.2	2.3	2.3	2.3	2.3
16	0.0	0.0	0.2	0.4	0.8	1.0	1.2	1.5	2.0	2.3	2.4	2.5	2.5	2.6	2.7	2.7	2.7
18	0.0	0.0	0.2	0.4	0.8	1.2	1.4	1.6	1.9	2.2	2.6	2.7	2.8	2.9	3.0	3.0	3.1
20	0.0	0.0	0.2	0.4	0.8	1.2	1.5	1.7	2.0	2.1	2.4	2.8	3.0	3.1	3.2	3.3	3.4
22	0.0	0.0	0.2	0.4	0.8	1.2	1.6	1.8	2.1	2.2	2.4	2.7	3.0	3.3	3.4	3.5	3.6
24	0.0	0.0	0.2	0.4	0.8	1.2	1.6	2.0	2.2	2.3	2.5	2.7	3.0	3.3	3.5	3.7	3.8
26	0.0	0.0	0.2	0.4	0.8	1.2	1.6	2.1	2.3	2.4	2.6	2.8	3.0	3.3	3.5	3.8	4.0

CSSB305 (FIN) > STATUS QUO   CSSB305 (FIN) = STATUS QUO   CSSB305 (FIN) < STATUS QUO

*Oil Tax under the Status Quo equals Total Tax less attributed gas tax

4/07/2010

Oil Tax CSSB305 (FIN) less Status Quo* Fixed (50/50) Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	0.0	(0.2)	(0.3)	(0.4)	(0.4)	(0.5)	(0.6)	(0.6)	(0.7)	(0.8)	(0.7)	(0.7)	(0.8)	(0.8)	(0.8)	(0.8)	(0.8)
8	0.0	0.0	(0.1)	(0.2)	(0.1)	(0.1)	(0.0)	(0.0)	0.0	0.1	0.0	(0.1)	(0.3)	(0.3)	(0.3)	(0.2)	(0.2)
10	0.0	0.0	0.0	0.0	0.1	0.2	0.3	0.4	0.5	0.6	0.7	0.6	0.5	0.4	0.3	0.2	0.2
12	0.0	0.0	0.0	0.0	0.2	0.3	0.5	0.7	0.8	1.0	1.1	1.1	1.1	1.0	1.0	0.9	0.8
14	0.0	0.0	0.0	0.0	0.2	0.4	0.6	0.8	1.1	1.3	1.4	1.4	1.5	1.5	1.5	1.4	1.4
16	0.0	0.0	0.0	0.0	0.3	0.4	0.6	0.9	1.2	1.5	1.7	1.7	1.8	1.8	1.8	1.9	1.9
18	0.0	0.0	0.0	0.0	0.3	0.6	0.7	0.9	1.3	1.6	1.8	1.9	2.0	2.1	2.1	2.2	2.2
20	0.0	0.0	0.0	0.0	0.3	0.6	0.8	1.0	1.2	1.7	1.9	2.1	2.2	2.3	2.4	2.5	2.5
22	0.0	0.0	0.0	0.0	0.3	0.6	0.9	1.1	1.3	1.6	1.9	2.2	2.4	2.5	2.6	2.7	2.8
24	0.0	0.0	0.0	0.0	0.3	0.6	0.9	1.2	1.4	1.7	1.9	2.2	2.5	2.7	2.8	2.9	3.0
26	0.0	0.0	0.0	0.0	0.3	0.6	0.9	1.3	1.5	1.8	2.0	2.2	2.4	2.8	2.9	3.0	3.2

CSSB305 (FIN) **>** STATUS QUO   CSSB305 (FIN) **=** STATUS QUO   CSSB305 (FIN) **<** STATUS QUO

*Oil Tax under the Status Quo equals Total Tax less attributed gas tax

Oil Tax CSSB305 (FIN) less Status Quo*
Fixed (90/10) Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	0.0	(0.2)	(0.4)	(0.6)	(0.9)	(1.3)	(1.6)	(1.8)	(2.0)	(2.2)	(2.2)	(2.1)	(2.0)	(2.1)	(2.1)	(2.2)	(2.2)
8	0.0	0.0	(0.2)	(0.4)	(0.6)	(0.9)	(1.1)	(1.2)	(1.3)	(1.4)	(1.4)	(1.5)	(1.5)	(1.6)	(1.6)	(1.6)	(1.6)
10	0.0	0.0	0.0	(0.2)	(0.4)	(0.6)	(0.7)	(0.8)	(0.8)	(0.8)	(0.8)	(0.8)	(0.8)	(0.9)	(1.0)	(1.2)	(1.2)
12	0.0	0.0	0.0	0.0	(0.2)	(0.5)	(0.6)	(0.5)	(0.5)	(0.4)	(0.4)	(0.3)	(0.2)	(0.3)	(0.4)	(0.5)	(0.6)
14	0.0	0.0	0.0	0.0	(0.1)	(0.3)	(0.4)	(0.4)	(0.3)	(0.2)	(0.1)	0.0	0.2	0.2	0.1	0.1	0.0
16	0.0	0.0	0.0	0.0	0.0	(0.2)	(0.3)	(0.2)	(0.1)	0.0	0.2	0.3	0.5	0.5	0.5	0.5	0.5
18	0.0	0.0	0.0	0.0	0.0	0.0	(0.1)	(0.1)	(0.0)	0.1	0.4	0.5	0.7	0.8	0.8	0.8	0.8
20	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.1	0.2	0.5	0.7	0.9	1.0	1.1	1.1	1.1
22	0.0	0.0	0.0	0.0	0.0	0.0	0.1	0.1	0.2	0.3	0.5	0.8	1.1	1.2	1.3	1.3	1.4
24	0.0	0.0	0.0	0.0	0.0	0.0	0.1	0.2	0.3	0.4	0.6	0.9	1.2	1.4	1.4	1.5	1.6
26	0.0	0.0	0.0	0.0	0.0	0.0	0.1	0.3	0.4	0.5	0.7	1.0	1.3	1.5	1.6	1.7	1.7

▇ CSSB305 (FIN) **>** STATUS QUO   ▇ CSSB305 (FIN) **=** STATUS QUO   ▇ CSSB305 (FIN) **<** STATUS QUO

*Oil Tax under the Status Quo equals Total Tax less attributed gas tax

4/07/2010

MODELING THE GAS TAX LOWERING

4/7/2010

Gas Tax Comparison

- Model Assumptions:
  - One year snapshot
  - 4.5 Bcf/d and 500 Mbbl/d
  - Total Opex = $2.2 Bn and Total Capex = $2.2 Bn

- Ran multiple cases varying oil price from 40 to 200 $/bbl and gas price parity from 6 to 26
- Ran the above cases for each of BOE, PoP and Fixed cost allocation methodology

4/07/2010

Gas Tax CSSB305 (FIN) less Status Quo*
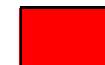# BOE Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	(0.2)	(0.2)	(0.2)	(0.4)	(0.5)	(0.6)	(0.6)	(0.7)	(0.8)	(0.3)	(0.3)	(0.3)	(0.3)	(0.4)	(0.4)	(0.4)	(0.4)
8	0.0	(0.2)	(0.4)	(0.3)	(0.5)	(0.8)	(1.0)	(1.1)	(1.3)	(1.5)	(1.8)	(1.7)	(1.4)	(1.1)	(0.9)	(1.0)	(1.1)
10	0.0	(0.0)	(0.2)	(0.5)	(0.5)	(0.6)	(0.8)	(1.1)	(1.4)	(1.6)	(1.8)	(2.1)	(2.4)	(2.4)	(2.3)	(2.1)	(1.9)
12	0.0	0.0	(0.1)	(0.2)	(0.5)	(0.6)	(0.7)	(0.9)	(1.1)	(1.4)	(1.7)	(2.0)	(2.3)	(2.6)	(2.7)	(2.7)	(2.7)
14	0.0	0.0	0.0	(0.1)	(0.2)	(0.4)	(0.7)	(0.8)	(0.9)	(1.1)	(1.4)	(1.7)	(2.0)	(2.3)	(2.6)	(2.8)	(2.9)
16	0.0	0.0	0.0	0.0	(0.1)	(0.2)	(0.4)	(0.7)	(0.8)	(1.0)	(1.1)	(1.4)	(1.6)	(2.0)	(2.3)	(2.6)	(2.9)
18	0.0	0.0	0.0	0.0	0.0	(0.1)	(0.2)	(0.4)	(0.7)	(0.9)	(1.0)	(1.2)	(1.4)	(1.6)	(1.9)	(2.2)	(2.6)
20	0.0	0.0	0.0	0.0	0.0	0.0	(0.1)	(0.3)	(0.4)	(0.7)	(0.9)	(1.1)	(1.2)	(1.4)	(1.6)	(1.9)	(2.2)
22	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.3)	(0.4)	(0.7)	(0.9)	(1.1)	(1.3)	(1.4)	(1.6)	(1.9)
24	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.3)	(0.5)	(0.7)	(0.9)	(1.2)	(1.3)	(1.5)	(1.7)
26	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.3)	(0.5)	(0.7)	(0.9)	(1.1)	(1.3)	(1.5)

CSSB305 (FIN) > STATUS QUO   CSSB305 (FIN) = STATUS QUO   CSSB305 (FIN) < STATUS QUO

*Gas Tax under the Status Quo equals Attributed Gas Tax

4/07/2010

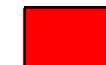# Gas Tax CSSB305 (FIN) less Status Quo* PoP Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	0.0	0.0	(0.0)	(0.2)	(0.3)	(0.4)	(0.4)	(0.5)	(0.6)	(0.2)	(0.2)	(0.2)	(0.2)	(0.2)	(0.3)	(0.3)	(0.3)
8	0.0	0.0	0.0	0.0	(0.2)	(0.4)	(0.6)	(0.7)	(0.9)	(1.1)	(1.3)	(1.2)	(0.9)	(0.6)	(0.6)	(0.6)	(0.7)
10	0.0	0.0	0.0	0.0	(0.0)	(0.2)	(0.4)	(0.7)	(0.8)	(1.1)	(1.3)	(1.5)	(1.8)	(1.7)	(1.6)	(1.4)	(1.2)
12	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.2)	(0.4)	(0.6)	(0.9)	(1.1)	(1.3)	(1.6)	(1.9)	(2.0)	(2.0)	(1.9)
14	0.0	0.0	0.0	0.0	0.0	0.0	(0.1)	(0.2)	(0.4)	(0.6)	(0.9)	(1.1)	(1.4)	(1.6)	(1.9)	(2.1)	(2.1)
16	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.2)	(0.4)	(0.6)	(0.8)	(1.1)	(1.4)	(1.6)	(1.9)	(2.1)
18	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.0)	(0.1)	(0.2)	(0.4)	(0.6)	(0.8)	(1.0)	(1.3)	(1.6)	(1.9)
20	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.1)	(0.3)	(0.4)	(0.6)	(0.8)	(1.0)	(1.3)	(1.6)
22	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.0)	(0.1)	(0.2)	(0.3)	(0.4)	(0.6)	(0.8)	(1.0)	(1.2)
24	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.0)	(0.0)	(0.1)	(0.2)	(0.3)	(0.4)	(0.6)	(0.8)	(1.0)
26	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.0)	(0.1)	(0.1)	(0.2)	(0.3)	(0.4)	(0.6)	(0.8)

CSSB305 (FIN) > STATUS QUO   CSSB305 (FIN) = STATUS QUO   CSSB305 (FIN) < STATUS QUO

*Gas Tax under the Status Quo equals Attributed Gas Tax

4/07/2010

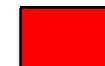# Gas Tax CSSB305 (FIN) less Status Quo* Fixed (49/51) Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	(0.2)	(0.1)	(0.0)	(0.2)	(0.3)	(0.3)	(0.3)	(0.4)	(0.4)	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)	(0.1)	(0.1)	(0.1)
8	0.0	(0.2)	(0.3)	(0.2)	(0.4)	(0.6)	(0.8)	(0.9)	(1.1)	(1.3)	(1.5)	(1.4)	(1.1)	(0.7)	(0.7)	(0.7)	(0.8)
10	0.0	(0.0)	(0.2)	(0.4)	(0.3)	(0.5)	(0.7)	(1.0)	(1.2)	(1.4)	(1.6)	(1.9)	(2.1)	(2.1)	(1.9)	(1.8)	(1.6)
12	0.0	0.0	(0.1)	(0.2)	(0.5)	(0.5)	(0.5)	(0.7)	(1.0)	(1.3)	(1.5)	(1.8)	(2.0)	(2.3)	(2.5)	(2.5)	(2.4)
14	0.0	0.0	0.0	(0.1)	(0.2)	(0.4)	(0.5)	(0.6)	(0.8)	(1.0)	(1.2)	(1.5)	(1.8)	(2.1)	(2.4)	(2.6)	(2.7)
16	0.0	0.0	0.0	0.0	(0.1)	(0.2)	(0.4)	(0.6)	(0.7)	(0.8)	(1.0)	(1.2)	(1.5)	(1.8)	(2.2)	(2.4)	(2.7)
18	0.0	0.0	0.0	0.0	0.0	(0.1)	(0.2)	(0.4)	(0.7)	(0.8)	(0.9)	(1.0)	(1.3)	(1.5)	(1.8)	(2.1)	(2.5)
20	0.0	0.0	0.0	0.0	0.0	0.0	(0.1)	(0.3)	(0.4)	(0.7)	(0.8)	(0.9)	(1.1)	(1.3)	(1.5)	(1.8)	(2.0)
22	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.3)	(0.4)	(0.7)	(0.9)	(1.0)	(1.1)	(1.3)	(1.5)	(1.7)
24	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.3)	(0.5)	(0.7)	(0.9)	(1.0)	(1.2)	(1.3)	(1.5)
26	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.3)	(0.5)	(0.7)	(0.9)	(1.1)	(1.2)	(1.4)

CSSB305 (FIN) **>** STATUS QUO   CSSB305 (FIN) **=** STATUS QUO   CSSB305 (FIN) **<** STATUS QUO

*Gas Tax under the Status Quo equals Attributed Gas Tax

4/07/2010

Gas Tax CSSB305 (FIN) less Status Quo*
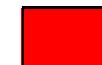# Fixed (90/10) Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	0.4	0.5	0.6	0.7	0.8	1.0	1.1	1.2	1.3	1.2	1.3	1.3	1.3	1.4	1.4	1.4	1.5
8	0.0	0.3	0.4	0.4	0.3	0.3	0.3	0.2	0.2	0.1	(0.0)	0.2	0.6	0.7	0.6	0.6	0.6
10	0.0	(0.0)	0.2	0.2	0.3	0.2	0.0	(0.1)	(0.2)	(0.3)	(0.4)	(0.6)	(0.8)	(0.7)	(0.4)	(0.2)	0.1
12	0.0	0.0	(0.0)	0.1	0.2	0.2	0.1	(0.1)	(0.3)	(0.4)	(0.6)	(0.7)	(0.9)	(1.1)	(1.2)	(1.1)	(1.0)
14	0.0	0.0	0.0	(0.1)	0.0	0.1	0.1	0.0	(0.1)	(0.3)	(0.6)	(0.7)	(0.9)	(1.1)	(1.3)	(1.5)	(1.5)
16	0.0	0.0	0.0	0.0	(0.1)	0.0	0.0	0.0	(0.1)	(0.2)	(0.4)	(0.6)	(0.8)	(1.0)	(1.2)	(1.5)	(1.6)
18	0.0	0.0	0.0	0.0	0.0	(0.1)	(0.0)	(0.0)	(0.0)	(0.1)	(0.3)	(0.4)	(0.6)	(0.9)	(1.1)	(1.3)	(1.5)
20	0.0	0.0	0.0	0.0	0.0	0.0	(0.1)	(0.0)	(0.1)	(0.1)	(0.2)	(0.3)	(0.5)	(0.6)	(0.9)	(1.1)	(1.4)
22	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.1)	(0.1)	(0.1)	(0.2)	(0.3)	(0.5)	(0.7)	(0.9)	(1.1)
24	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.1)	(0.1)	(0.1)	(0.2)	(0.3)	(0.4)	(0.5)	(0.7)	(0.9)
26	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.1)	(0.2)	(0.2)	(0.3)	(0.4)	(0.6)	(0.7)

🟩 CSSB305 (FIN) > STATUS QUO   🟧 CSSB305 (FIN) = STATUS QUO   🟥 CSSB305 (FIN) < STATUS QUO

*Gas Tax under the Status Quo equals Attributed Gas Tax

4/07/2010

Gas Tax Comparison

- Model Assumptions:
  - One year snapshot
  - 4.5 Bcf/d and 200 Mbbl/d
  - Total Opex = $2.2 Bn and Total Capex = $2.2 Bn

- Ran multiple cases varying oil price from 40 to 200 $/bbl and gas price parity from 6 to 26
- Ran the above cases for each of BOE, PoP and Fixed cost allocation methodology

4/07/2010

Gas Tax CSSB305 (FIN) less Status Quo*
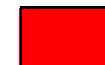# BOE Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	0.0	(0.2)	(0.1)	(0.2)	(0.3)	(0.3)	(0.3)	(0.4)	(0.4)	(0.4)	(0.2)	(0.2)	(0.2)	(0.2)	(0.2)	(0.2)	(0.2)
8	0.0	0.0	(0.2)	(0.3)	(0.2)	(0.4)	(0.5)	(0.6)	(0.7)	(0.8)	(1.0)	(1.1)	(1.2)	(0.9)	(0.6)	(0.6)	(0.6)
10	0.0	0.0	0.0	(0.2)	(0.4)	(0.4)	(0.4)	(0.5)	(0.8)	(0.9)	(1.0)	(1.1)	(1.3)	(1.5)	(1.6)	(1.8)	(1.6)
12	0.0	0.0	0.0	0.0	(0.2)	(0.4)	(0.5)	(0.4)	(0.5)	(0.7)	(0.9)	(1.1)	(1.2)	(1.4)	(1.6)	(1.7)	(1.9)
14	0.0	0.0	0.0	0.0	(0.0)	(0.2)	(0.4)	(0.6)	(0.5)	(0.6)	(0.7)	(0.9)	(1.1)	(1.3)	(1.5)	(1.6)	(1.8)
16	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.2)	(0.3)	(0.5)	(0.6)	(0.6)	(0.7)	(0.9)	(1.0)	(1.2)	(1.5)	(1.6)
18	0.0	0.0	0.0	0.0	0.0	0.0	(0.1)	(0.2)	(0.3)	(0.5)	(0.6)	(0.7)	(0.8)	(0.9)	(1.0)	(1.2)	(1.4)
20	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.2)	(0.3)	(0.4)	(0.6)	(0.8)	(0.8)	(0.9)	(1.0)	(1.2)
22	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.2)	(0.3)	(0.4)	(0.6)	(0.8)	(0.9)	(0.9)	(1.0)
24	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.0)	(0.1)	(0.2)	(0.3)	(0.4)	(0.5)	(0.7)	(0.9)	(1.0)
26	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.1)	(0.2)	(0.3)	(0.4)	(0.5)	(0.7)	(0.9)

CSSB305 (FIN) **>** STATUS QUO   CSSB305 (FIN) **=** STATUS QUO   CSSB305 (FIN) **<** STATUS QUO

*Gas Tax under the Status Quo equals Attributed Gas Tax

4/07/2010

Gas Tax CSSB305 (FIN) less Status Quo*
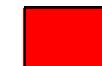# PoP Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	0.0	0.0	0.0	(0.1)	(0.1)	(0.2)	(0.2)	(0.2)	(0.3)	(0.3)	(0.1)	(0.1)	(0.1)	(0.1)	(0.1)	(0.1)	(0.2)
8	0.0	0.0	0.0	0.0	0.0	(0.1)	(0.2)	(0.3)	(0.4)	(0.5)	(0.6)	(0.7)	(0.8)	(0.5)	(0.3)	(0.3)	(0.4)
10	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.2)	(0.4)	(0.5)	(0.6)	(0.7)	(0.8)	(1.0)	(1.1)	(1.2)	(1.0)
12	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.1)	(0.3)	(0.5)	(0.6)	(0.7)	(0.8)	(1.0)	(1.1)	(1.3)
14	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.1)	(0.2)	(0.4)	(0.6)	(0.7)	(0.8)	(1.0)	(1.1)
16	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.1)	(0.2)	(0.3)	(0.5)	(0.7)	(0.8)	(0.9)
18	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.1)	(0.2)	(0.3)	(0.4)	(0.6)	(0.8)
20	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.1)	(0.1)	(0.3)	(0.4)	(0.6)
22	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.1)	(0.2)	(0.4)
24	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.1)	(0.2)
26	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.2)

CSSB305 (FIN) **>** STATUS QUO   CSSB305 (FIN) **=** STATUS QUO   CSSB305 (FIN) **<** STATUS QUO

*Gas Tax under the Status Quo equals Attributed Gas Tax

4/07/2010

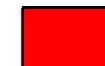# Gas Tax CSSB305 (FIN) less Status Quo* Fixed (25/75) Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	0.0	(0.1)	(0.1)	(0.1)	(0.1)	(0.2)	(0.2)	(0.2)	(0.2)	(0.2)	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)
8	0.0	0.0	(0.2)	(0.2)	(0.2)	(0.3)	(0.4)	(0.5)	(0.6)	(0.7)	(0.8)	(0.9)	(1.0)	(0.7)	(0.4)	(0.4)	(0.5)
10	0.0	0.0	0.0	(0.2)	(0.3)	(0.3)	(0.3)	(0.5)	(0.7)	(0.8)	(0.9)	(1.0)	(1.2)	(1.3)	(1.5)	(1.6)	(1.4)
12	0.0	0.0	0.0	0.0	(0.2)	(0.4)	(0.4)	(0.4)	(0.5)	(0.6)	(0.9)	(1.0)	(1.1)	(1.3)	(1.4)	(1.6)	(1.8)
14	0.0	0.0	0.0	0.0	(0.0)	(0.2)	(0.4)	(0.5)	(0.5)	(0.5)	(0.6)	(0.8)	(1.0)	(1.2)	(1.3)	(1.5)	(1.7)
16	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.2)	(0.3)	(0.5)	(0.5)	(0.6)	(0.7)	(0.8)	(0.9)	(1.2)	(1.4)	(1.5)
18	0.0	0.0	0.0	0.0	0.0	0.0	(0.1)	(0.2)	(0.3)	(0.5)	(0.6)	(0.6)	(0.7)	(0.8)	(0.9)	(1.1)	(1.3)
20	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.2)	(0.3)	(0.4)	(0.6)	(0.7)	(0.7)	(0.8)	(0.9)	(1.1)
22	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.2)	(0.3)	(0.4)	(0.6)	(0.7)	(0.8)	(0.9)	(1.0)
24	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.0)	(0.1)	(0.2)	(0.3)	(0.4)	(0.5)	(0.7)	(0.8)	(0.9)
26	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.1)	(0.1)	(0.2)	(0.3)	(0.4)	(0.5)	(0.7)	(0.9)

CSSB305 (FIN) > STATUS QUO   CSSB305 (FIN) = STATUS QUO   CSSB305 (FIN) < STATUS QUO

*Gas Tax under the Status Quo equals Attributed Gas Tax

4/07/2010

Gas Tax CSSB305 (FIN) less Status Quo*
Fixed (90/10) Cost Allocation

Gas Price Parity

Oil Price ($/bbl)

	40	50	60	70	80	90	100	110	120	130	140	150	160	170	180	190	200
6	0.6	0.9	1.0	1.3	1.5	1.7	1.9	2.1	2.3	1.9	2.0	2.1	2.1	2.2	2.2	2.3	2.3
8	0.0	0.5	0.7	0.8	0.8	1.0	1.1	1.2	1.3	1.4	1.4	1.5	1.5	1.6	1.6	1.6	1.6
10	0.0	0.0	0.4	0.6	0.6	0.7	0.7	0.8	0.8	0.9	0.9	0.9	0.9	0.9	0.8	0.8	1.2
12	0.0	0.0	0.0	0.3	0.5	0.5	0.6	0.6	0.6	0.6	0.6	0.6	0.5	0.5	0.5	0.4	0.3
14	0.0	0.0	0.0	0.0	0.3	0.4	0.4	0.5	0.5	0.5	0.4	0.4	0.4	0.3	0.3	0.2	0.1
16	0.0	0.0	0.0	0.0	0.0	0.2	0.3	0.4	0.4	0.5	0.4	0.3	0.2	0.2	0.2	0.1	0.0
18	0.0	0.0	0.0	0.0	0.0	0.0	0.2	0.2	0.3	0.4	0.4	0.4	0.3	0.2	0.1	0.0	(0.0)
20	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.1	0.2	0.3	0.3	0.3	0.3	0.2	0.2	0.0	(0.1)
22	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	0.1	0.2	0.2	0.3	0.3	0.3	0.2	0.1	0.0
24	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.0)	0.1	0.1	0.2	0.2	0.2	0.2	0.2	0.1
26	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(0.0)	(0.0)	0.0	0.1	0.1	0.2	0.2	0.2	0.1

CSSB305 (FIN) > STATUS QUO   CSSB305 (FIN) = STATUS QUO   CSSB305 (FIN) < STATUS QUO

*Gas Tax under the Status Quo equals Attributed Gas Tax

4/07/2010