| 62A384-O (1-07)<br>Commonwealth of Kentucky<br>DEPARTMENT OF REVENUE |                | OIL PROPERTY TAX RETURN<br>LEASE REPORT |  |                     |                   |
|--|----------------|---|--|---------------------|-------------------|
| Kentucky   |                |   | <i>Office of Property Valuation</i><br>200 Fair Oaks Lane, Station 33<br>Frankfort, Kentucky 40620 |                     |                   |
| Name   |                |   |  |                     | (502) 564-8334    |
| Number and Street  |                |   | Social Security Number   | Property located in | County, Kentucky. |
| City   | State ZIP Code | Telephone Number                        | Federal Identification Number  |                     |                   |

**INSTRUCTIONS:** Under Kentucky law (KRS 132.820) each property owner is required to report all taxable property which he or she owns. This includes sub-surface mineral rights which are taxable as an interest in real property. This return is provided for the purpose of reporting developed oil property. Each year all persons, corporations, businesses and partnerships owning, leasing or having knowledge of developed oil properties in the Commonwealth of Kentucky must complete and file this tax return with the Office of Property Valuation by April 16. File a **separate** return for each developed property per county. If the division of ownership is different for each well on the property, file a separate tax return for each individual well. **Each lease must be listed separately** *by the purchaser's lease number and name*. Do not report leases under a grouped unit number.

As a producer/operator, do you want to receive all the tax bills for your working interest owners? Ves INO If No. Complete Division of Ownership required (See Reverse Schedule).

| Purchaser's/Transporter's Name (if different from filer) | Operator's Name (if different from filer)                            | Number of Producing Wells   |                                   |  |
|--|--|-----------------------------|-----------------------------------|--|
| Purchaser's Lease Number                                 | Barrels of Oil Produced (Jan. 1–Dec. 31)                             | Year of First<br>Production | Waterflood Allowance<br>Credit(✓) |  |
| Purchaser's Lease Name                                   | Total \$ Value of Production for Lease ( <i>Less Severance Tax</i> ) |                             |                                   |  |

## DECLARATION

I declare, under the penalties of perjury, that this return (including any accompanying schedules and statements) has been examined by me and to the best of my knowledge and belief is a true, correct and complete return.

Name of Company

Signature of Preparer

Signature of Producer/Operator

Date

Filings received after April 16 will be treated as omitted with applicable penalties applied.

| 62A384-O (1-07)          |
|--------------------------|
| Commonwealth of Kentucky |
| DEPARTMENT OF REVENUE    |

## OIL PROPERTY DIVISION OF INTEREST—OWNERSHIP SCHEDULE



| Lease Number | Lease                          | Name          |      |       |          |   | Page                      |
|--------------|--------------------------------|---------------|------|-------|----------|---|---------------------------|
|              |                                |               |      |       |          |   |                           |
| Owner Name   | Social Security No. or<br>FEIN | Owner Address | City | State | ZIP Code | Decimal % (0.875)<br>Ownership of Lease | Ownership Type<br>(W,O,R) |
|              |                                |               |      |       |          |   |                           |
|              |                                |               |      |       |          |   |                           |
|              |                                |               |      |       |          |   |                           |
|              |                                |               |      |       |          |   |                           |
|              |                                |               |      |       |          |   |                           |
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|              |                                |               |      |       |          |   |                           |
|              |                                |               |      |       |          |   |                           |
|              |                                |               |      |       |          |   |                           |
|              |                                |               |      |       |          |   |                           |
|              |                                |               |      |       |          |   |                           |
|              |                                |               |      |       |          |   |                           |
|              |                                |               |      |       |          |   |                           |
|              |                                |               |      |       |          |   |                           |
|              |                                |               |      |       |          |   |                           |

**INSTRUCTIONS:** The producer/operator or agent thereof is **required** to report (1) the names, SSN/FEIN, and addresses of the working, royalty, and overriding interest owners associated with the property as of January 1 of the tax year, (2) the **decimal** percentage of ownership for each owner; (3) the type of ownership designated by the letter "W," "R," or "O".

**NOTE:** If the producer/operator owns all interest (working and royalty) in the property, enter "1.00" under the heading Decimal % Ownership and an "A" under Ownership Type. The assessment will be based on the industry standard of .875 working and .125 royalty. *Tax bills will be prepared according to this ownership schedule. Complete the schedule to reflect the desired billing.*