

Comparison of Natural Gas Severance Tax at Various Price Points

| | Real World Price Points (Actual Well Head Prices): | Revenue per MCF: | Effective Tax Rate: |
|--|---|-----------------------------|--------------------------------|
| Base Conditions, as proposed by Governor Wolf: | | | |
| \$2.97 Proposed price floor for taxation | \$2.00 | \$0.196 | 9.78% |
| Tax Rate: | \$1.75 | \$0.196 | 11.17% |
| 5.00% | \$1.50 | \$0.196 | 13.03% |
| Extraction Fee: | \$1.25 | \$0.196 | 15.64% |
| \$0.047 | \$1.00 | \$0.196 | 19.55% |
| Revenue per MCF: | | | |
| \$0.196 | | | |
| Effective Tax Rate: | | | |
| Combining Tax and Extraction Fee: | | | |
| 6.58% | | | |