

## *A Net Profits Tax is very Volatile to Price*

### **SB21 Tax Calculation At Different Prices**

per one barrel of taxable oil; FY17 costs per Spring 16 RSB

Price	\$40	\$60	\$80	\$100	\$120	\$140
Transport	\$9.33	\$9.33	\$9.33	\$9.33	\$9.33	\$9.33
GVPP	\$30.67	\$50.67	\$70.67	\$90.67	\$110.67	\$130.67
Lease Expend	\$30.88	\$30.88	\$30.88	\$30.88	\$30.88	\$30.88
PTV (net)	-\$0.21	\$19.79	\$39.79	\$59.79	\$79.79	\$99.79
Tax at 35%	-\$0.08	\$7.52	\$15.12	\$22.72	\$30.32	\$37.92
Per-BBL Credit	\$8	\$8	\$8	\$6	\$4	\$2
Tax per Net	-\$8.08	-\$0.48	\$7.12	\$16.72	\$26.32	\$35.92
Minimum Tax	\$1.23	\$2.03	\$2.83	\$3.63	\$4.43	\$5.23
<b>Higher Of</b>	<b>\$1.23</b>	<b>\$2.03</b>	<b>\$7.12</b>	<b>\$16.72</b>	<b>\$26.32</b>	<b>\$35.92</b>
Tax as % of Price	3%	3%	9%	17%	22%	26%
Tax as % of GVPP	4%	4%	10%	18%	24%	27%
Tax as % of PTV	-584%	10%	18%	28%	33%	36%