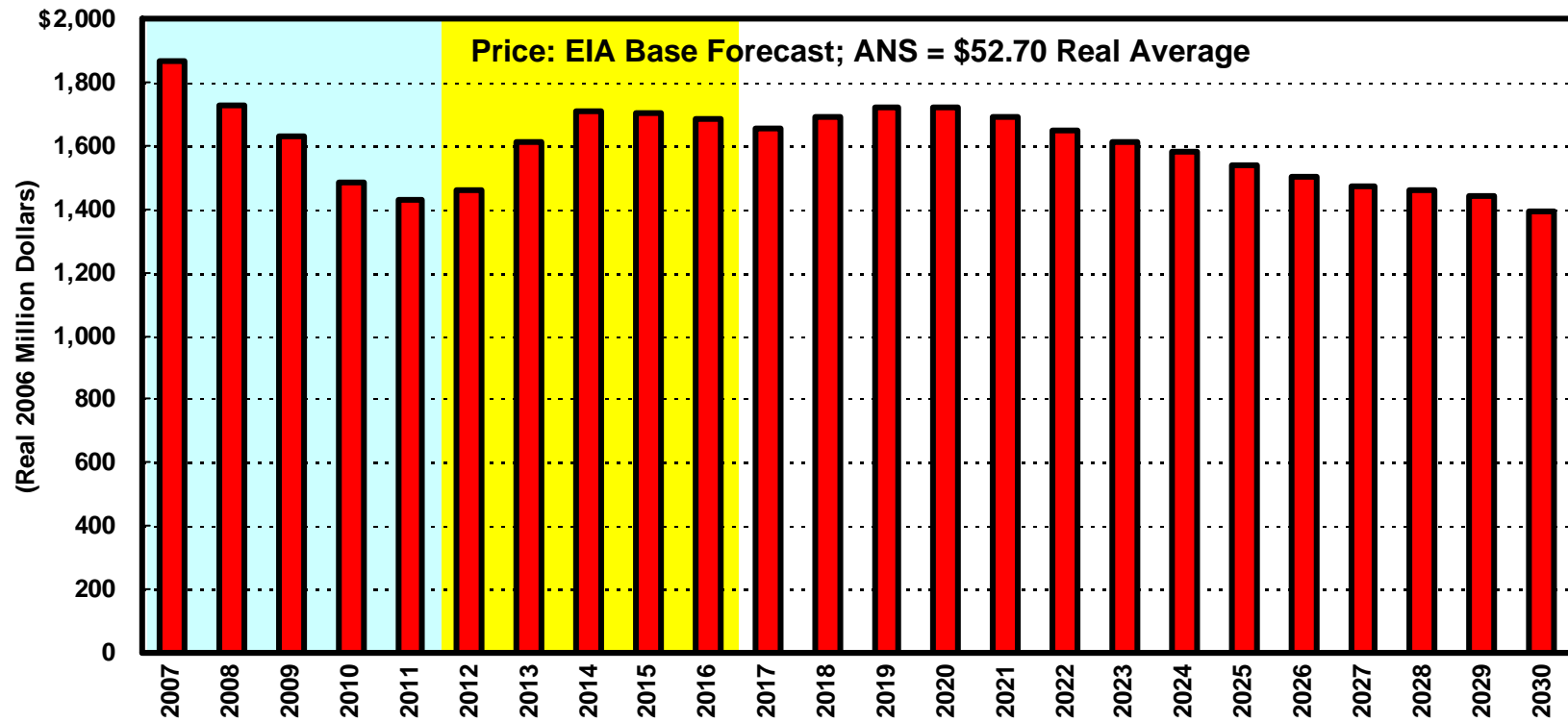


Change in Projected Taxes Under the Senate Resources CS DOR Forecast Production (FY 2007-2030)*



	FY 2007-2011	FY 2007-2016	FY 2007-2030
Total Difference from SQ (\$Million)	\$8,131	\$16,286	\$38,404
Annual Average Difference from SQ (\$Million)	\$1,626	\$1,629	\$1,600
Senate Resources CS Effective Tax Rate (Percent)	19.3%	19.5%	21.5%
SQ Effective Tax Rate (Percent)	7.1%	6.3%	4.9%

* Calculated from April 2006; includes transition (50% of capex over 1st 7 years to maximum of \$5 Billion) and 15 MBD exemption; volumes per DOR Fall 2005 Forecast with Ooguruk projection.



Change in Projected Taxes Under the Senate Resources CS DOR Forecast Production (FY 2007-2030)*

	EIA WTI Price Forecast:			Fixed \$40 ANS Price	FY2007-2011 Breakeven	FY2007-2016 Breakeven	FY2007-2030 Breakeven
	Base	Low	High				
Average ANS Price in Real 2006 Dollars:	\$52.70	\$33.40	\$70.00	\$40.00	\$27.50	\$25.00	\$22.90

FY 2007-2011

Total Difference from Status Quo (Million 2006\$)	\$8,131	\$5,892	\$10,820	\$3,085	\$0	-	-
Annual Average Difference from Status Quo (Million 2006\$)	\$1,626	\$1,178	\$2,164	\$617	\$0	-	-
Senate Resources CS Effective Tax Rate (Percent)	19.3%	17.3%	21.3%	13.7%	7.2%	-	-
Status Quo Effective Tax Rate (Percent)	7.1%	7.2%	7.1%	7.1%	7.2%	-	-

FY 2007-2016

Total Difference from Status Quo (Million 2006\$)	\$16,286	\$8,417	\$25,765	\$7,866	-	\$0	-
Annual Average Difference from Status Quo (Million 2006\$)	\$1,629	\$842	\$2,576	\$787	-	\$0	-
Senate Resources CS Effective Tax Rate (Percent)	19.5%	15.4%	23.0%	14.8%	-	6.3%	-
Status Quo Effective Tax Rate (Percent)	6.3%	6.5%	6.2%	6.3%	-	6.3%	-

FY 2007-2030

Total Difference from Status Quo (Million 2006\$)	\$38,404	\$12,336	\$68,729	\$19,642	-	-	\$0
Annual Average Difference from Status Quo (Million 2006\$)	\$1,600	\$514	\$2,864	\$818	-	-	\$0
Senate Resources CS Effective Tax Rate (Percent)	21.5%	13.8%	26.9%	16.4%	-	-	5.0%
Status Quo Effective Tax Rate (Percent)	4.9%	5.4%	4.7%	4.9%	-	-	5.0%

* Calculated from April 2006; includes transition (50% of capex over 1st 7 years to maximum of \$5 Billion) and 15 MBD exemption; volumes per DOR Fall 2005 Forecast with Oooguruk projection.

Change in Projected Taxes Under the Senate Resources CS Costs Increased by 20% DOR Forecast Production (FY 2007-2030)*

	EIA WTI Price Forecast:			Fixed \$40 ANS Price	FY2007-2011 Breakeven	FY2007-2016 Breakeven	FY2007-2030 Breakeven
	Base	Low	High				
Average ANS Price in Real 2006 Dollars:	\$52.70	\$33.40	\$70.00	\$40.00	\$31.80	\$28.60	\$26.10

FY 2007-2011

Total Difference from Status Quo (Million 2006\$)	\$7,113	\$4,873	\$9,802	\$2,067	\$0	-	-
Annual Average Difference from Status Quo (Million 2006\$)	\$1,423	\$975	\$1,960	\$413	\$0	-	-
Senate Resources CS Effective Tax Rate (Percent)	17.8%	15.5%	20.0%	11.5%	7.2%	-	-
Status Quo Effective Tax Rate (Percent)	7.1%	7.2%	7.1%	7.1%	7.2%	-	-

FY 2007-2016

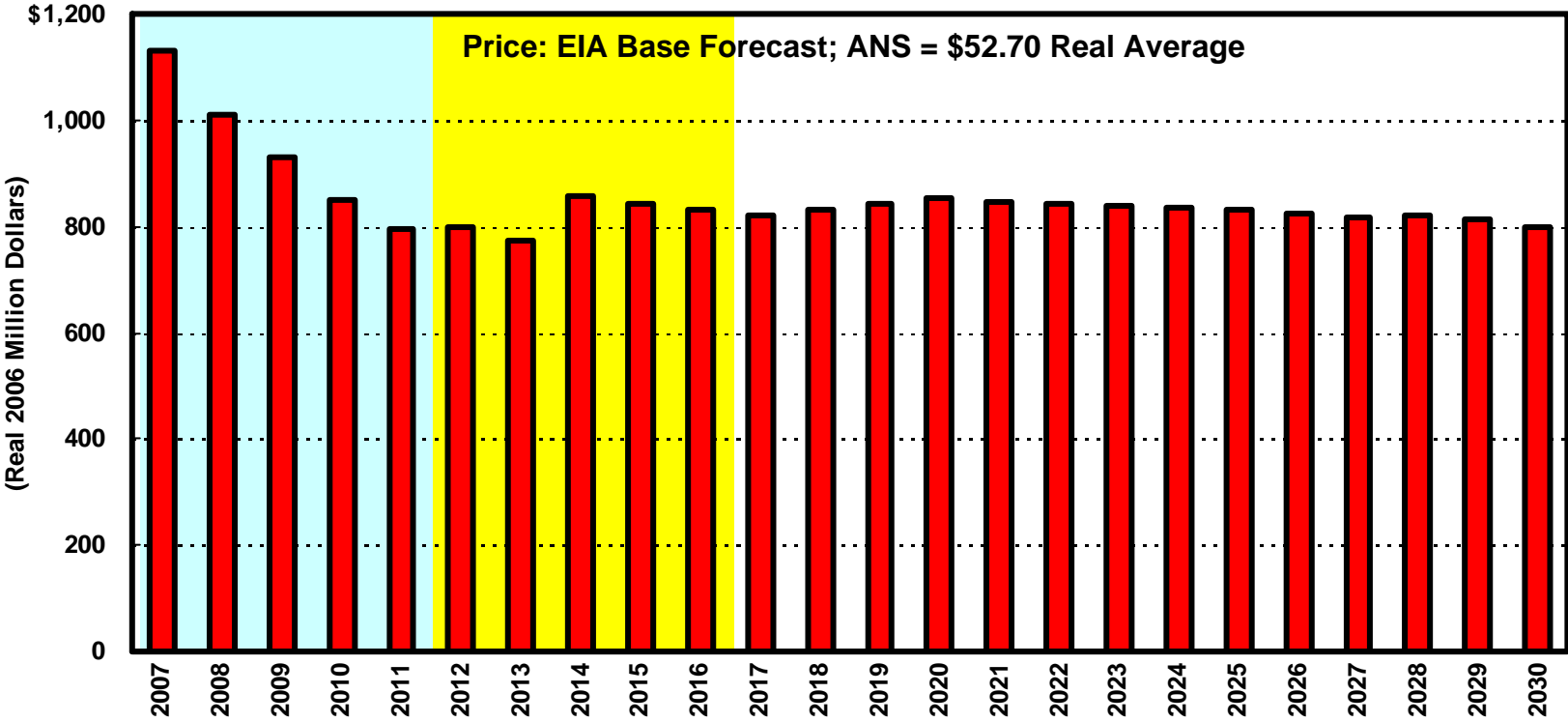
Total Difference from Status Quo (Million 2006\$)	\$14,579	\$6,710	\$24,058	\$6,160	-	\$0	-
Annual Average Difference from Status Quo (Million 2006\$)	\$1,458	\$671	\$2,406	\$616	-	\$0	-
Senate Resources CS Effective Tax Rate (Percent)	18.1%	13.6%	21.9%	12.9%	-	6.3%	-
Status Quo Effective Tax Rate (Percent)	6.3%	6.5%	6.2%	6.3%	-	6.3%	-

FY 2007-2030

Total Difference from Status Quo (Million 2006\$)	\$35,214	\$9,146	\$65,539	\$16,452	-	-	\$0
Annual Average Difference from Status Quo (Million 2006\$)	\$1,467	\$381	\$2,731	\$685	-	-	\$0
Senate Resources CS Effective Tax Rate (Percent)	20.1%	11.6%	25.9%	14.5%	-	-	5.0%
Status Quo Effective Tax Rate (Percent)	4.9%	5.4%	4.7%	4.9%	-	-	5.0%

* Calculated from April 2006; includes transition (50% of capex over 1st 7 years to maximum of \$5 Billion) and 15 MBD exemption; volumes per DOR Fall 2005 Forecast with Oooguruk projection.

Difference in Projected Taxes Between the Senate Resources CS¹ and a 20/20² Tax DOR Forecast Production (FY 2007-2030)



	FY 2007-2011	FY 2007-2016	FY 2007-2030
Total Difference from 20/20 PPT Tax (\$Million)	\$4,714	\$8,815	\$20,433
Annual Average Difference from 20/20 PPT Tax (\$Million)	\$943	\$882	\$851
Senate Resources CS Effective Tax Rate (Percent)	19.3%	19.5%	21.5%
20/20 PPT Effective Tax Rate (Percent)	12.2%	12.4%	12.6%

¹ Calculated from April 2006; includes transition (50% of capex over 1st 7 years to maximum of \$5 Billion) and 15 MBD exemption; volumes per DOR Fall 2005 Forecast with Ooguruk projection.
² Calculated from July 2006; includes 6-year transition (100% 2001-2005) and \$73 Million exemption over 7 companies; volumes per DOR Fall 2005 Forecast with Ooguruk projection.



Difference in Projected Taxes Between the Senate Resources CS¹ and a 20/20² Tax DOR Forecast Production (FY 2007-2030)

	EIA WTI Price Forecast:			Fixed \$40 ANS Price	FY2007-2011 Breakeven	FY2007-2016 Breakeven	FY2007-2030 Breakeven
	Base	Low	High				
Average ANS Price in Real 2006 Dollars:	\$52.70	\$33.40	\$70.00	\$40.00	-	-	-

FY 2007-2011							
Total Difference from 20/20 PPT Tax (Million 2006\$)	\$4,714	\$3,433	\$6,183	\$1,412	-	-	-
Annual Average Difference from 20/20 PPT Tax (Million 2006\$)	\$943	\$687	\$1,237	\$282	-	-	-
Senate Resources CS Effective Tax Rate (Percent)	19.3%	17.3%	21.3%	13.7%	-	-	-
20/20 PPT Effective Tax Rate (Percent)	12.2%	11.4%	13.2%	10.7%	-	-	-

FY 2007-2016							
Total Difference from 20/20 PPT Tax (Million 2006\$)	\$8,815	\$4,803	\$14,077	\$3,711	-	-	-
Annual Average Difference from 20/20 PPT Tax (Million 2006\$)	\$882	\$480	\$1,408	\$371	-	-	-
Senate Resources CS Effective Tax Rate (Percent)	19.5%	15.4%	23.0%	14.8%	-	-	-
20/20 PPT Effective Tax Rate (Percent)	12.4%	10.3%	13.8%	10.8%	-	-	-

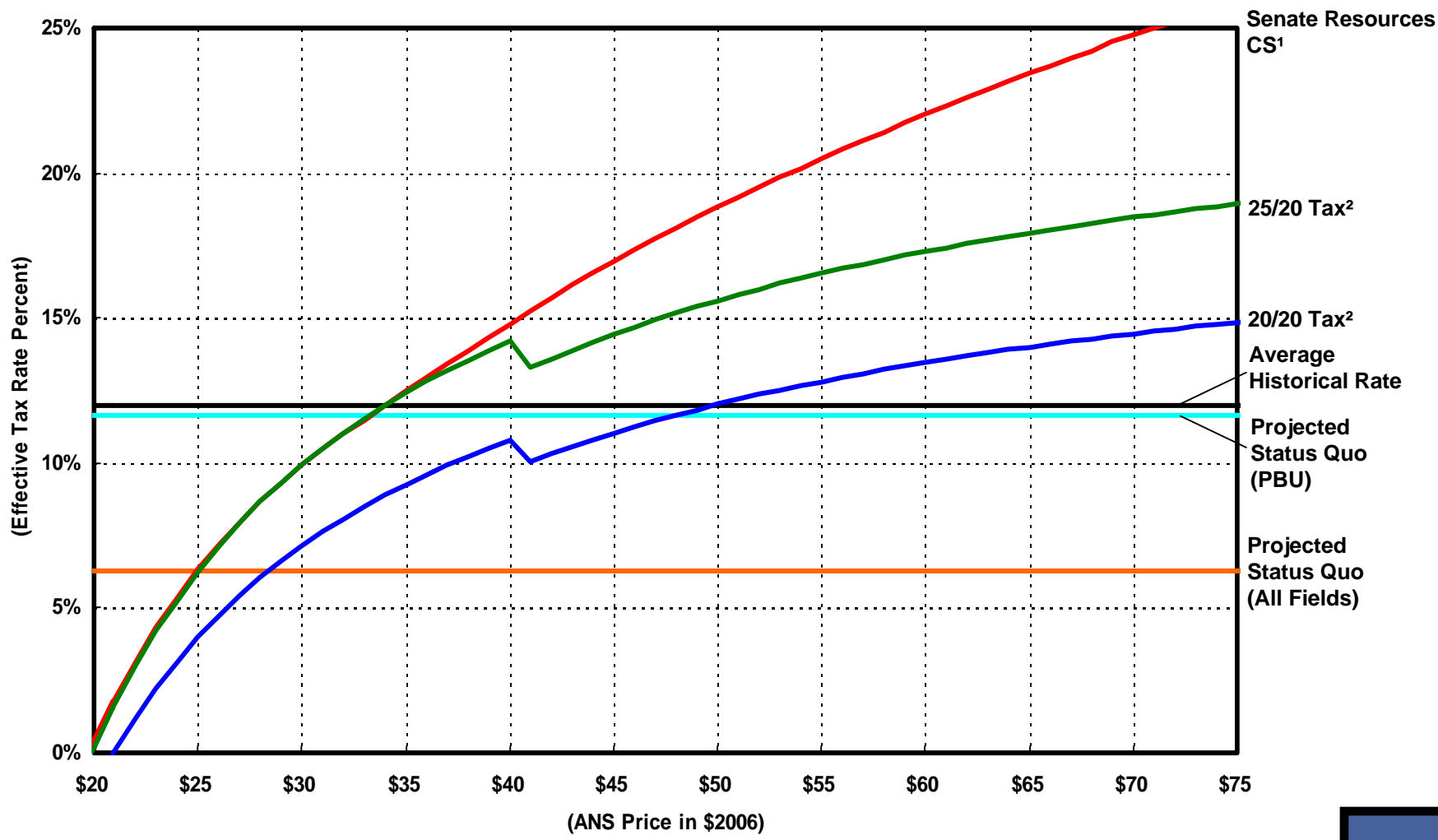
FY 2007-2030							
Total Difference from 20/20 PPT Tax (Million 2006\$)	\$20,433	\$7,512	\$38,468	\$9,846	-	-	-
Annual Average Difference from 20/20 PPT Tax (Million 2006\$)	\$851	\$313	\$1,603	\$410	-	-	-
Senate Resources CS Effective Tax Rate (Percent)	21.5%	13.8%	26.9%	16.4%	-	-	-
20/20 PPT Effective Tax Rate (Percent)	12.6%	8.7%	14.5%	10.6%	-	-	-

¹ Calculated from April 2006; includes transition (50% of capex over 1st 7 years to maximum of \$5 Billion) and 15 MBD exemption; volumes per DOR Fall 2005 Forecast with Ooguruk projection.

² Calculated from July 2006; includes 6-year transition (100% 2001-2005) and \$73 Million exemption over 7 companies; volumes per DOR Fall 2005 Forecast with Ooguruk projection.



Effective Average Tax Rates at Various Price Levels (FY 2007-2016)

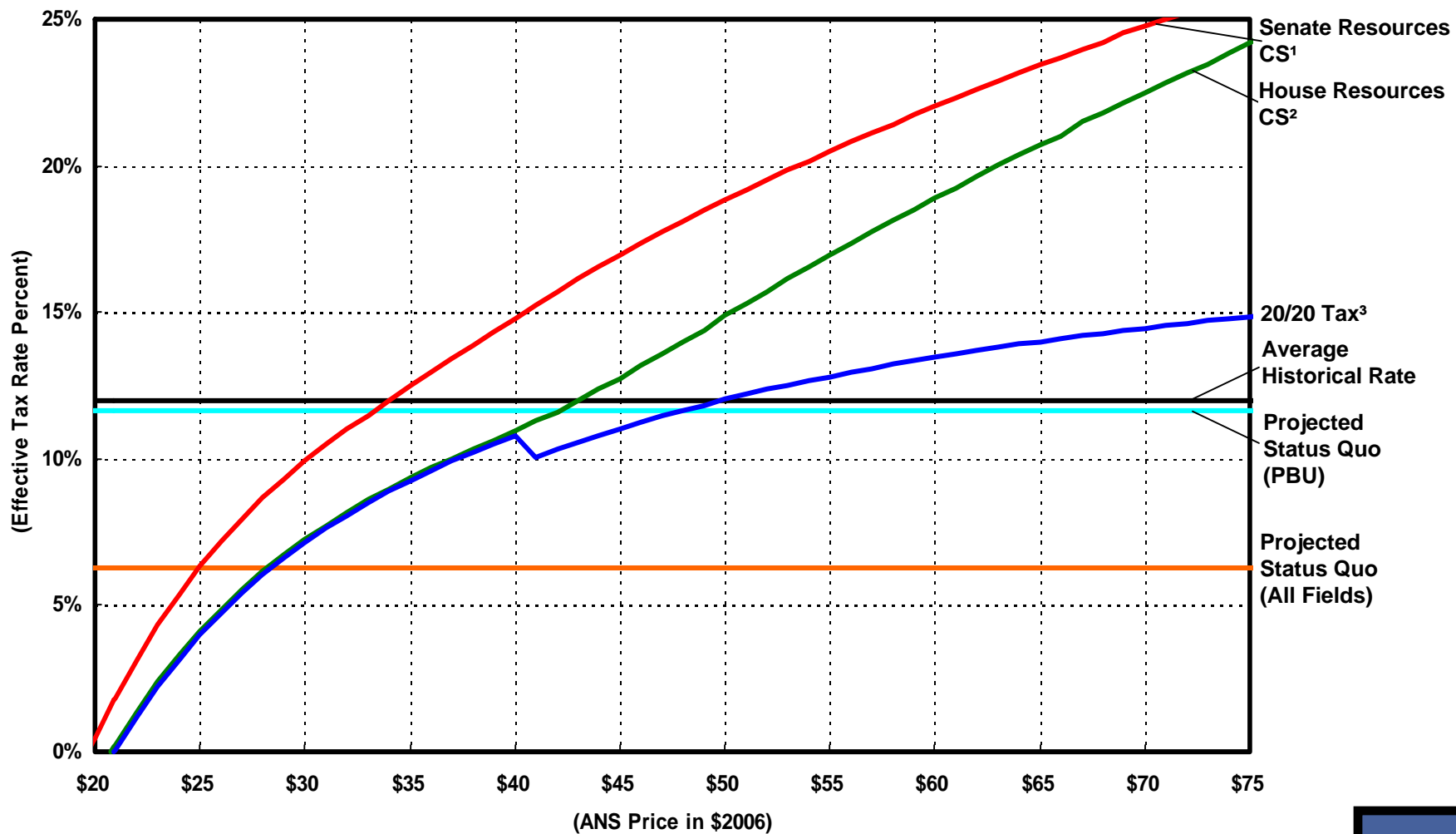


¹ Calculated from April 2006; includes transition (50% of capex over 1st 7 years to maximum of \$5 Billion) and 15 MBD exemption; volumes per DOR Fall 2005 Forecast with Oooguruk projection.

² Calculated from July 2006; includes 6-year transition (100% 2001-2005) and \$73 Million exemption over 7 companies; volumes per DOR Fall 2005 Forecast with Oooguruk projection.



Effective Average Tax Rates at Various Price Levels (FY 2007-2016)



¹ Calculated from April 2006; includes transition (50% of capex over 1st 7 years to maximum of \$5 Billion) and 15 MBD exemption; volumes per DOR Fall 2005 Forecast with Oooguruk projection.

² Calculated from April 2006; \$60 Million exemption over 8 companies for 10 years; volumes per DOR Fall 2005 Forecast with Oooguruk projection.

³ Calculated from July 2006; includes 6-year transition (100% 2001-2005) and \$73 Million exemption over 7 companies; volumes per DOR Fall 2005 Forecast with Oooguruk projection.

Source: Historical: Alaska Department of Revenue.



Projected Government Takes DOR Forecast Production (FY 2007-2030)

	Total Government Take (Percent)				Alaska Take (Percent)			
	EIA WTI Price Forecast:			Fixed \$40 ANS Price	EIA WTI Price Forecast:			Fixed \$40 ANS Price
	Base	Low	High		Base	Low	High	
Average ANS Price in Real 2006 Dollars:	\$52.70	\$33.40	\$70.00	\$40.00	\$52.70	\$33.40	\$70.00	\$40.00
FY 2007-2011								
Status Quo	54.4%	55.3%	53.8%	56.9%	25.9%	26.8%	25.2%	28.2%
20/20 PPT ¹	57.7%	58.1%	57.6%	59.4%	31.0%	31.0%	31.1%	32.1%
25/20 PPT ¹	60.0%	60.3%	59.9%	61.7%	34.5%	34.6%	34.8%	35.7%
House Resources CS ²	60.0%	59.5%	60.8%	59.4%	34.5%	33.4%	36.2%	32.1%
Senate Resources CS ³	62.2%	61.9%	62.7%	61.4%	38.0%	37.0%	39.0%	35.3%
FY 2007-2016								
Status Quo	53.3%	55.0%	52.4%	55.0%	24.8%	26.9%	23.7%	26.7%
20/20 PPT ¹	57.2%	57.6%	57.1%	58.1%	30.9%	30.9%	31.0%	31.5%
25/20 PPT ¹	59.6%	59.9%	59.6%	60.5%	34.5%	34.5%	34.8%	35.2%
House Resources CS ²	59.4%	58.6%	61.1%	58.2%	34.2%	32.5%	37.2%	31.7%
Senate Resources CS ³	61.8%	61.1%	62.9%	60.9%	38.0%	36.4%	39.9%	35.8%
FY 2007-2030								
Status Quo	51.9%	54.7%	50.8%	53.3%	23.4%	27.2%	22.0%	25.2%
20/20 PPT ¹	56.9%	57.1%	56.9%	57.3%	31.2%	30.9%	31.3%	31.4%
25/20 PPT ¹	59.3%	59.3%	59.3%	59.6%	34.9%	34.3%	35.2%	35.0%
House Resources CS ²	60.6%	58.2%	65.9%	58.7%	37.0%	32.7%	45.4%	33.5%
Senate Resources CS ³	62.6%	60.8%	64.5%	61.3%	40.0%	36.6%	43.2%	37.5%

¹ Calculated from July 2006; includes 6-year transition (100% 2001-2005) and \$73 Million exemption over 7 companies; volumes per DOR Fall 2005 Forecast with Oooguruk projection.

² Calculated from April 2006; \$60 Million exemption over 8 companies for 10 years; volumes per DOR Fall 2005 Forecast with Oooguruk projection.

³ Calculated from April 2006; includes transition (50% of capex over 1st 7 years to maximum of \$5 Billion) and 15 MBD exemption; volumes per DOR Fall 2005 Forecast with Oooguruk projection.