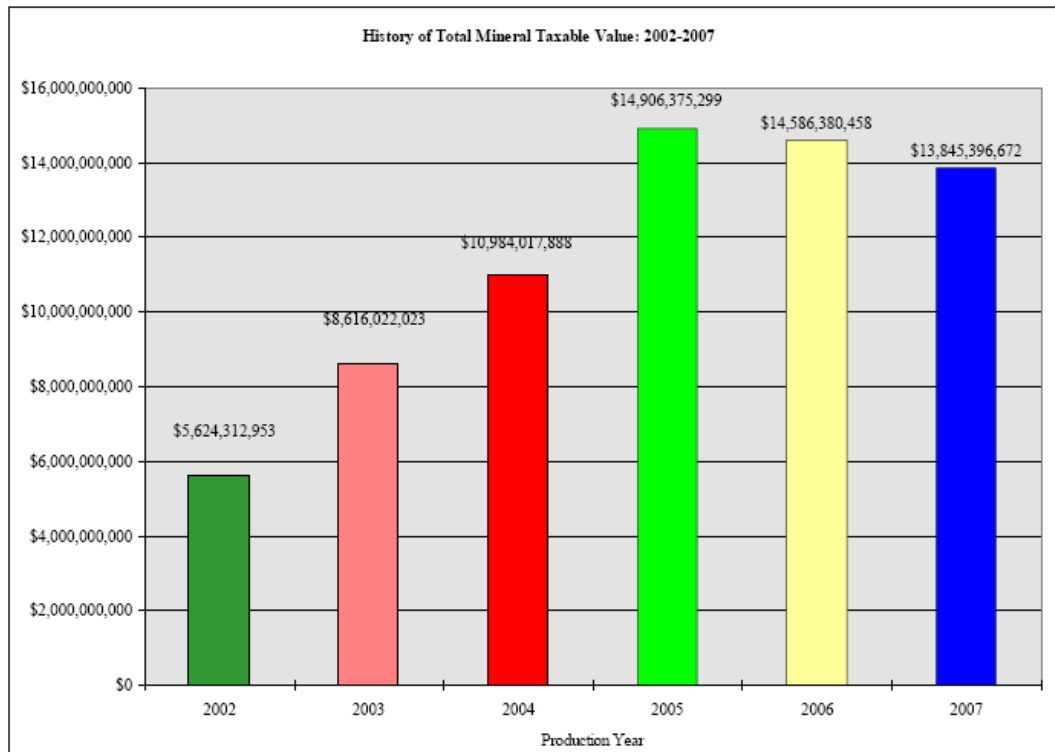


HISTORY OF TAXABLE VALUATION OF MINERAL PRODUCTION



Taxable Value is determined by subtracting from the gross value of minerals the appropriate deductions and exemptions.

The taxable value is multiplied by the appropriate severance rate to determine the amount of severance tax due.

The taxable value is multiplied by the appropriate mill levy to determine the amount of ad valorem (county) tax due.