

# ACES PRESERVES MATURE FIELD INVESTMENT CLIMATE

How Much of a \$1.00 Oil Price Increase is Captured by Producer  
(Mature fields - In production > 10 years)

Governmental Tax Structures	
	Median (Mid-Point)
All Governments	57¢
Production Sharing Governments	15¢
Tax Royalty Governments	57¢
Norway	22¢
Alaska - ACES	31¢
Alaska - PPT (Status Quo)	33¢
UK	50¢
Gulf of Mexico	57¢

Source: PFC Study, September 2007. Alaska data by DOR using FY 2008 estimates

**ACES**  
Alaska's Clear and Equitable Share

## Mature Field Reinvestment Comparison @ \$40

	Sustain vs. Harvest	Decision
Net Profits Cases	NPV10 \$MM	
ACES	\$1000	Invest
PPT (Status Quo)	\$1000	Invest
35% Tax rate	\$900	Invest
Gross Revenue Cases		
13% + no credits	(\$400)	Do Not Invest
16% + no credits	(\$500)	Do Not Invest
16% + credits	0	Do Not Invest
19% + no credits, no progressivity	(\$600)	Do Not Invest

Assumes: 15% decline for Harvest; 3% decline for Sustain; OPEX + CAPEX = \$3 for Harvest; \$12 for Sustain.  
All cases have progressivity except as noted.