



Potential Tax Benefits

- Intangible Drilling Costs: 100% tax deductible.
- Tangible Drilling Costs: 100% tax deductible (5-7years).
- Depletion Allowance: 15% of production revenue is tax-free.
- Active Income Deductions can be deducted against business income, salaries, capital gross, interest income, etc.

Example

Initial Investment - Drill & Test	\$137,000
Intangible Drilling Costs	x 70%
Tax Bracket	x 39%
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27% REAL DOLLAR SAVINGS FROM THE TAX BENEFIT ALONE.	\$37,401

**You will not find these tax benefits
in stocks, real estate, or any
other investment.**

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