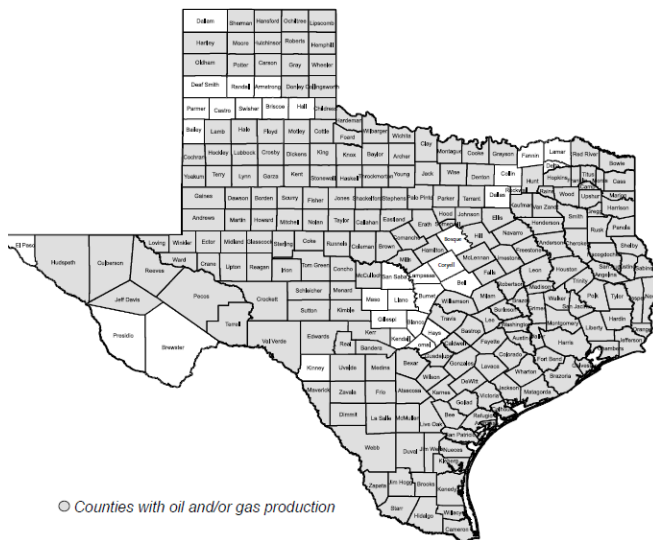




ENERGY IN DEPTH

Quick Facts on Texas Oil and Natural Gas Production

- ✓ 223/254 counties in Texas have oil and/or natural gas production.
- ✓ Texas is the top oil-producing State (onshore production) in the Nation and produces nearly 30 percent of total U.S. natural gas production – making it the Nation’s leading natural gas producer.
- ✓ The Permian Basin in West Texas contains more than 20 of the Nation’s top 100 oil fields.
- ✓ Texas consumes more natural gas than any other State and accounts for nearly one-fifth of total U.S. natural gas consumption.
- ✓ In 2007, 3,237 horizontal wells were drilled in Texas.



Jobs, Tax Revenue and Royalties

- ✓ The extraction of oil and natural gas has a multiplier effect -- with industry, government and private landowners all benefiting.
- ✓ In 2009, the State of Texas received over \$1.4 billion in Natural Gas Production Taxes and \$885 million in Oil Production Tax.
- ✓ According to the American Petroleum Institute (API) the oil and natural gas industry supports 1,772,335 jobs in Texas. These jobs add \$293.8 billion to Texas’ gross state product, or 24.2% of its wealth.
- ✓ In 2007, Texas landowners received over \$44.3 million in royalty payments.

Snapshot of Texas’ Oil and Natural Gas Industry Footprint

	Texas	Share of U.S.	Period
Rotary Rigs	432	39.8%	2009
Crude Oil Producing Wells	150,239	28.9%	2008
Natural Gas Producing Wells	87,556	18.3%	2008