



Henry Walker
Direct: 615.252.2363
Fax: 615.252.6363
hwalker@babc.com

October 8, 2014

Sharla Dillon
Tennessee Regulatory Authority
502 Deaderick Street
4th Floor
Nashville, TN 37243

Re: Application of B&W Pipeline, LLC for a Certificate of Convenience and
Necessity to Operate a Natural Gas Pipeline System in Pickett, Morgan &
Fentress Counties/Responses to Informal Staff Data Request
Docket No. 13-00151

Dear Sharla:

The above-referenced responses to an informal staff data request were filed with the staff in August. At the staff's request, the Applicant asks that a copy of this response be filed in the above-captioned docket.

Sincerely,

BRADLEY ARANT BOULT CUMMINGS LLP

By:

A handwritten signature in dark ink, appearing to read 'H Walker', written over the printed name 'Henry Walker'.

Henry Walker

HW/mkc
Enclosure
cc: Wayne Irwin, Consumer Advocate

**B&W Pipeline
Rate Base
June 30, 2014**

	<u>Trial Balance Amount</u>	<u>Adjustments</u>	<u>Pro Forma Amount</u>
Rate Base:			
Plant in Service			
Capitalized Studies & Permits	\$22,774	\$0	\$22,774
Facilities	13,094	0	13,094
Equipment	127,335	0	127,335
Pipeline	2,648,775	0	2,648,775
Intangible Plant (Due Diligence)	218,393	0	218,393
Capitalized Pipeline Safety Costs	428,693	0	428,693
Total Plant in Service	<u>\$3,459,064</u>	<u>\$0</u>	<u>\$3,459,064</u>
Accumulated Depreciation	<u>\$0</u>	<u>\$403,557</u>	<u>\$403,557</u>
Rate Base	<u>\$3,459,064</u>	<u>-\$403,557</u>	<u>\$3,055,507</u>

B&W Pipeline
Net Operating Income
For the 12 Months Ended June 30, 2014

	Trial Balance Amount	Adjustments	Pro Forma Amount
Revenues:			
Gas Sales Revenue	\$54,051	-\$54,051	\$0
Unrecorded Gas Sales Revenue	6,812 A/	-6,812 A/	0
Transportation Revenue	35,321	0	35,321
Unrecorded Transportation Revenue	1,709 B/	0	1,709
Other Revenue	25	-25	0
Total Revenue	\$97,919	-\$60,889	\$37,030
Expenses:			
Cost of Gas Sold	\$102,763	-\$102,763	\$0
Pro Forma Operator Fee	0	141,012 C/	141,012
Land Leasing Maintenance	428	0	428
WELLS - Gas Operating Costs	30	0	30
TTCD - Right of Way Payments	12,882	0	12,882
TTCD - Operating Expense	5,015	0	5,015
TTCD - Maintenance Expense	8,362	0	8,362
TTCD - Other Expense	3,350	0	3,350
Field Operation Expense	5,609	0	5,609
OVERHEAD - Professional Services	58,917	0	58,917
OVERHEAD - Administrative	13,180	0	13,180
Taxes	122	0	122
Depreciation Expense	0	115,302 D/	115,302
Total Expenses	\$210,658	\$153,551	\$364,209
Net Operating Income (Loss)	-\$112,739	-\$214,440	-\$327,179
Rate Base	\$3,459,064	-\$403,557	\$3,055,507
Rate of Return	-3.26%		-10.71%

A/ June 2014 Gas Sales Revenue that has not yet been recorded.

B/ June 2014 Transportation Revenue that has not yet been recorded.

C/ Operator Fees that have not been allocated and recorded on the books of B&W Pipeline.

D/ Depreciation Expense for the year that has not been allocated and recorded on the books of B&W Pipeline.

B&W Balance Sheet by Class - 06-30-2014					
ASSETS					
Current Assets					
Checking/Savings					
11200 · BANKS					
11210 · BANK ACCOUNTS					
11211 · Regions Checking (6791)					
11213 · Chase Checking (3661)					
11214 · Chase Savings (8235)					
Total 11210 · BANK ACCOUNTS					
Total 11200 · BANKS					
Total Checking/Savings					
Accounts Receivable					
11420 · ACCOUNTS RECEIVABLE (COMMERCIAL)					
11424 · Accounts Receivable					
Total 11420 · ACCOUNTS RECEIVABLE (COMMERCIAL)					
Total Accounts Receivable					
Other Current Assets					
10000 · ASSET					
11000 · CURRENT ASSETS					
11500 · OTHER ACCOUNTS RECEIVABLE					
11510 · ADVANCE PAYMENTS TO VENDORS					
11511 · Advance payments to Vendors					
Total 11510 · ADVANCE PAYMENTS TO VENDORS					
11550 · OTHER					
11552 · Enrema, LLC					
Total 11550 · OTHER					
Total 11500 · OTHER ACCOUNTS RECEIVABLE					
11700 · INVENTORIES (OWN)					
17100 · Inventory Asset					

Total 11700 · INVENTORIES (OWN)	0.00	0.00	-120,405.53	0.00	0.00
Total 11000 · CURRENT ASSETS	0.00	-12,559.00	-120,446.55	0.00	0.00
Total 10000 · ASSET	0.00	-12,559.00	-120,446.55	0.00	0.00
Total Other Current Assets	0.00	-12,559.00	-120,446.55	0.00	0.00
Total Current Assets	-30,430.79	-1,613,312.61	-646,434.66	-3,192.92	-25,521.05
Fixed Assets					
12000 · FIXED ASSETS (NET)					
12300 · WELLS					
12310 · SPECIFIC STUDIES & PERMITS					
12311 · Technical Well Studies	0.00	76,546.25	0.00	0.00	0.00
Total 12310 · SPECIFIC STUDIES & PERMITS	0.00	76,546.25	0.00	0.00	0.00
12320 · WELL SITE & ROAD					
12321 · Construction Service	0.00	0.00	0.00	0.00	0.00
12322 · Conditioning Service	0.00	0.00	0.00	0.00	0.00
12323 · Materials	0.00	0.00	0.00	0.00	0.00
12324 · Electric Installations Adequatio	0.00	0.00	0.00	0.00	0.00
Total 12320 · WELL SITE & ROAD	0.00	0.00	0.00	0.00	0.00
12350 · FLOW LINE					
12351 · Construction Service	0.00	0.00	0.00	0.00	0.00
12352 · Materials	0.00	0.00	0.00	0.00	0.00
Total 12350 · FLOW LINE	0.00	0.00	0.00	0.00	0.00
12360 · EQUIPMENTS & FACILITIES					
12362 · Engines	0.00	0.00	0.00	0.00	0.00
12364 · Tank	0.00	0.00	0.00	0.00	0.00
12365 · Other Production Equipment	0.00	0.00	0.00	0.00	0.00
12366 · Valves	0.00	274.49	0.00	0.00	0.00
12367 · Vacuum Pumps	0.00	0.00	0.00	0.00	0.00
Total 12360 · EQUIPMENTS & FACILITIES	0.00	274.49	0.00	0.00	0.00
12370 · REACTIVATIONS & REPAIRS					

12371 · Workover Rig Service	0.00	0.00	0.00	0.00
123710 · Cementing Service	0.00	0.00	0.00	0.00
123712 · SODA Gas Injection Project	0.00	0.00	0.00	0.00
12372 · Cased Hole Logging Service	0.00	0.00	0.00	0.00
12373 · Stimulation Service	0.00	0.00	0.00	0.00
12374 · Tools	0.00	1,799.90	0.00	0.00
12375 · Materials	0.00	3,738.43	0.00	0.00
12376 · Repair Service	0.00	295.00	0.00	0.00
12378 · Mat Transportation and Freight	0.00	1,663.75	0.00	0.00
12379 · Production System Optimization	0.00	0.00	0.00	0.00
Total 12370 · REACTIVATIONS & REPAIRS	0.00	7,497.08	0.00	0.00
Total 12300 · WELLS	0.00	84,317.82	0.00	0.00
12400 · TTCD				
12410 · SPECIFIC STUDIES & PERMI				
12411 · Topographical Studies (GIS)	0.00	0.00	800.00	0.00
12412 · Engineering Studies	24,824.70	153.75	21,974.11	24,512.96
12413 · Environmental Studies & Permits	2,020.46	0.00	0.00	5,302.81
Total 12410 · SPECIFIC STUDIES & PERMI	26,845.16	153.75	22,774.11	29,815.77
12420 · FACILITIES SITE				
12421 · Construction Service	1,250.00	245.00	0.00	0.00
12422 · Conditioning Service	3,406.00	0.00	0.00	69.48
12423 · Materials	0.00	0.00	0.00	3,478.09
Total 12420 · FACILITIES SITE	4,656.00	245.00	0.00	3,547.57
12430 · FACILITIES				
12431 · Construction Service	700.00	0.00	0.00	0.00
12432 · Safety Improvements (Labo	11,862.35	0.00	0.00	0.00
12433 · Improvements Service	0.00	0.00	13,093.96	0.00
Total 12430 · FACILITIES	12,562.35	0.00	13,093.96	0.00
12440 · EQUIPMENT				
12441 · Flow Meters and Pressure Record	0.00	0.00	122,523.52	460.00
12442 · Safety Equipment (Valves)	0.00	0.00	2,219.09	0.00
12443 · Flare	0.00	0.00	2,051.55	0.00
124499 · Other	0.00	0.00	541.20	0.00
Total 12440 · EQUIPMENT	0.00	0.00	127,335.36	460.00

Total 12400 · TTCD	44,063.51	398.75	163,203.43	8,861.17	33,823.34
12500 · NOT DEPRECIABLE					
12510 · NOT DEPRECIABLE					
12511 · Land					
125111 · HWY 62 Compressor Station Site					
Total 12511 · Land	0.00	0.00	0.00	0.00	0.00
	0.00	0.00	0.00	0.00	0.00
12512 · Construccuion in Progress					
125121 · Pipelines	0.00	0.00	2,648,775.02	0.00	0.00
125122 · Due Dilligence Expense	0.00	0.00	218,392.52	0.00	0.00
Total 12512 · Construccuion in Progress	0.00	0.00	2,867,167.54	0.00	0.00
Total 12510 · NOT DEPRECIABLE	0.00	0.00	2,867,167.54	0.00	0.00
Total 12500 · NOT DEPRECIABLE	0.00	0.00	2,867,167.54	0.00	0.00
12600 · DEPRECIABLE					
12610 · DEPRECIABLE					
12618 · Plant, Machinery and Industrial					
126181 · Pipeline	0.00	0.00	0.00	0.00	0.00
126182 · Pipeline Safety Improv. (2012)	0.00	0.00	187,417.86	0.00	0.00
126184 · Tanks	0.00	0.00	0.00	0.00	0.00
126187 · Pipeline Safety Improv. (2013)	0.00	0.00	241,275.22	0.00	0.00
Total 12618 · Plant, Machinery and Industrial	0.00	0.00	428,693.08	0.00	0.00
12619 · Well Site & Road Improvements					
126191 · W Site & Rd. Improv. Darmofal 3	0.00	0.00	0.00	0.00	0.00
126192 · W Site & Rd Improv. Darmofal 1	0.00	0.00	0.00	0.00	0.00
126193 · W Site & Rd Improv. H Remkus	0.00	0.00	0.00	0.00	0.00
126194 · W Site & Rd Improv. S Jones 2	0.00	0.00	0.00	0.00	0.00
126195 · W Site & Rd. Improv. Smarsh 1	0.00	0.00	0.00	0.00	0.00
126196 · W. Site & Rd. Improv. Smarsh 2	0.00	0.00	0.00	0.00	0.00
126197 · W Site & Rd. Improv. Freels -PP	0.00	0.00	0.00	0.00	0.00
Total 12619 · Well Site & Road Improvements	0.00	0.00	0.00	0.00	0.00
12620 · Equipment & Facilities Improv.					

126201 · Eq. & Facil. Improv. S. Jones 1	0.00	0.00	0.00	0.00
126202 · Eq. & Facil. Improv. H Remkus	0.00	0.00	0.00	0.00
126203 · Eq. & Facil. Improv Smarsh 1	0.00	0.00	0.00	0.00
126204 · Eq. & Facil. Improv. Smarsh 2	0.00	0.00	0.00	0.00
126205 · Eq. & Facil. Improv. Darmofal 1	0.00	0.00	0.00	0.00
Total 12620 · Equipment & Facilities Improv.	0.00	0.00	0.00	0.00
12621 · Workovers				
126211 · Workover - Darmofal 1	0.00	0.00	0.00	0.00
126212 · Workover - Darmofal 3	0.00	0.00	0.00	0.00
126213 · Workover - S. Jones 2	0.00	0.00	0.00	0.00
126214 · Workover - Smarsh 2	0.00	0.00	0.00	0.00
Total 12621 · Workovers	0.00	0.00	0.00	0.00
Total 12610 · DEPRECIABLE	0.00	0.00	428,693.08	0.00
Total 12600 · DEPRECIABLE	0.00	0.00	428,693.08	0.00
12700 · ACCUMULATED DEPRECIATION				
12710 · ACCUMULATED DEPRECIATION				
12718 · Plant, Machinery and Industrial				
127181 · Pipeline	0.00	0.00	0.00	0.00
127182 · Pipeline Safety Improvements	0.00	0.00	0.00	0.00
Total 12718 · Plant, Machinery and Industrial	0.00	0.00	0.00	0.00
Total 12710 · ACCUMULATED DEPRECIATION	0.00	0.00	0.00	0.00
Total 12700 · ACCUMULATED DEPRECIATION	0.00	0.00	0.00	0.00
Total 12000 · FIXED ASSETS (NET)	44,063.51	84,716.57	3,459,064.05	33,823.34
Total Fixed Assets	44,063.51	84,716.57	3,459,064.05	33,823.34
TOTAL ASSETS	13,632.72	-1,528,596.04	2,812,629.39	8,302.29
LIABILITIES & EQUITY				
Liabilities				

Current Liabilities					
Accounts Payable					
21400 · ACCOUNTS PAYABLE					
21410 · ACCOUNTS PAYABLE					
21411 · Accounts Payable-Trade	18,279.74	85,290.35	114,650.32	5,668.25	8,302.29
Total 21410 · ACCOUNTS PAYABLE	<u>18,279.74</u>	<u>85,290.35</u>	<u>114,650.32</u>	<u>5,668.25</u>	<u>8,302.29</u>
Total 21400 · ACCOUNTS PAYABLE	<u>18,279.74</u>	<u>85,290.35</u>	<u>114,650.32</u>	<u>5,668.25</u>	<u>8,302.29</u>
Total Accounts Payable	18,279.74	85,290.35	114,650.32	5,668.25	8,302.29
Other Current Liabilities					
20000 · LIABILITIES					
21000 · CURRENT LIABILITIES					
21200 · LOAN PAYABLE ST					
21230 · INTERCOMPANY					
21233 · RUGBY	0.00	0.00	0.00	0.00	0.00
21234 · ENREMA	0.00	0.00	0.00	0.00	0.00
21235 · CHATTAVILLE	0.00	0.00	0.00	0.00	0.00
Total 21230 · INTERCOMPANY	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
21240 · STOCKHOLDERS					
21241 · FIR	0.00	0.00	0.00	0.00	0.00
Total 21240 · STOCKHOLDERS	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total 21200 · LOAN PAYABLE ST	0.00	0.00	0.00	0.00	0.00
21500 · ACCRUED LIABILITIES					
21510 · ACCRUED LIABILITIES					
21514 · Funds Withheld To Gasco D.	0.00	0.00	0.00	0.00	0.00
Total 21510 · ACCRUED LIABILITIES	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total 21500 · ACCRUED LIABILITIES	0.00	0.00	0.00	0.00	0.00
21600 · TAX PROVISIONS					
21610 · TAX PROVISIONS					
216110 · TN Use Tax	0.00	0.00	57.72	0.00	0.00
21613 · Severance Tax-Tenn	0.00	0.00	0.00	0.00	0.00

[illegible]

Gas-Arnco Master	Gas-Davis Stagg McGill	Gas-Gemini Master	Gas-Olmstead Overtown #2	Gas-Olmstead Overtown #4
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-101.60	-14,758.58	-10,346.30	-2,925.60	-4,087.07
0.00	-577.04	-3,157.32	-577.04	-577.04
0.00	0.00	0.00	0.00	0.00
-101.60	-15,335.62	-13,503.62	-3,502.64	-4,664.11

-101.60	-15,335.62	-13,503.62	-3,502.64	-4,664.11
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-101.60	-15,335.62	-13,503.62	-3,502.64	-4,664.11
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0.00	4,625.99	913.55	548.96	593.67
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0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
0.00	4,625.99	913.55	548.96	593.67	593.67
0.00	4,625.99	913.55	548.96	593.67	593.67
0.00	0.00	0.00	0.00	0.00	0.00
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0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
-101.60	24,726.81	-12,577.33	4,994.78	26,733.88	26,733.88
0.00	0.00	-1,839.84	0.00	0.00	0.00
-101.60	24,726.81	-14,417.17	4,994.78	26,733.88	26,733.88
-101.60	29,352.80	-13,503.62	5,543.74	27,327.55	27,327.55
0.00	-212.69	0.00	178.42	608.36	608.36

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721.45	453.04	446.18	479.28	0.00	744.69
<u>721.45</u>	<u>453.04</u>	<u>446.18</u>	<u>479.28</u>	<u>0.00</u>	<u>744.69</u>

721.45	453.04	446.18	479.28	0.00	744.69
<u>721.45</u>	<u>453.04</u>	<u>446.18</u>	<u>479.28</u>	<u>0.00</u>	<u>744.69</u>

721.45	453.04	446.18	479.28	0.00	744.69
<u>721.45</u>	<u>453.04</u>	<u>446.18</u>	<u>479.28</u>	<u>0.00</u>	<u>744.69</u>

0.00	0.00	0.00	0.00	0.00	0.00
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
0.00	0.00	0.00	0.00	0.00	0.00
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>

0.00	0.00	0.00	0.00	0.00	0.00
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>

0.00	0.00	0.00	0.00	0.00	0.00
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>

0.00	0.00	0.00	0.00	0.00	0.00
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>

0.00	0.00	0.00	0.00	0.00	0.00
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>

0.00	0.00	0.00	0.00	0.00	0.00
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>

<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>721.45</u>	<u>453.04</u>	<u>446.18</u>	<u>479.28</u>	<u>0.00</u>	<u>744.69</u>	
<u>721.45</u>	<u>453.04</u>	<u>446.18</u>	<u>479.28</u>	<u>0.00</u>	<u>744.69</u>	
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	
<u>1,283.02</u>	<u>1,341.12</u>	<u>427.21</u>	<u>8,805.33</u>	<u>0.00</u>	<u>-11,821.45</u>	
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	
<u>1,283.02</u>	<u>1,341.12</u>	<u>427.21</u>	<u>8,805.33</u>	<u>0.00</u>	<u>-11,821.45</u>	
<u>2,004.47</u>	<u>1,794.16</u>	<u>873.39</u>	<u>9,284.61</u>	<u>0.00</u>	<u>-11,076.76</u>	
<u>264.09</u>	<u>-53.17</u>	<u>65.32</u>	<u>196.57</u>	<u>0.00</u>	<u>0.00</u>	

[illegible]

0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
-16,626.09	-37,633.10	-93,865.45	-6,656.60	63,328.10	
0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
0.00	965.39	1,393.35	0.00	500.00	
0.00	1,560.00	615.00	1,000.00	850.00	
0.00	662.08	448.34	876.88	558.10	
0.00	0.00	0.00	0.00	425.97	
0.00	3,187.47	2,456.69	1,876.88	2,334.07	
0.00	1,062.90	0.00	1,513.43	0.00	
0.00	0.00	0.00	0.00	46.85	
0.00	1,062.90	0.00	1,513.43	46.85	
0.00	4,359.42	4,469.17	0.00	0.00	
0.00	0.00	0.00	0.00	0.00	
0.00	0.00	2,703.29	0.00	497.59	
0.00	0.00	286.02	0.00	0.00	
0.00	0.00	0.00	0.00	3,347.77	
0.00	4,359.42	7,458.48	0.00	3,845.36	

[illegible]

0.00	1,245.29	18,632.67	706.71	4,184.95
0.00	1,245.29	18,632.67	706.71	4,184.95

0.00	1,245.29	18,632.67	706.71	4,184.95
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0.00	1,245.29	18,632.67	706.71	4,184.95
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0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00

0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00

0.00	0.00	0.00	0.00	0.00
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0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00

0.00	0.00	0.00	0.00	0.00
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0.00	0.00	0.00	0.00	0.00

0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-110.00
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0.00	0.00	643.32	0.00	0.00	0.00	0.00	0.00	-643.32
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-286.02
0.00	387.59	643.32	0.00	0.00	0.00	0.00	0.00	-1,924.52
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-1,096.00
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-25,971.43
22,033.89	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-22,033.89
0.00	0.00	27,764.05	0.00	0.00	0.00	0.00	0.00	-27,764.05
22,033.89	0.00	27,764.05	0.00	0.00	0.00	0.00	0.00	-76,865.37
37,734.31	1,534.86	29,352.14	0.00	0.00	0.00	0.00	0.00	2,491,575.61
37,734.31	1,534.86	29,352.14	0.00	0.00	0.00	0.00	0.00	2,491,575.61
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-318,013.06
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-18,862.21
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-336,875.27
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-336,875.27
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-336,875.27
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-1,417,599.79
75,508.08	26,517.62	79,136.03	0.00	0.00	0.00	0.00	0.00	-1,417,599.79
75,508.08	26,517.62	79,136.03	0.00	0.00	0.00	0.00	0.00	-1,417,599.79
36,174.22	88,976.60	117,683.71	19,673.96	7,031.87	16,853.38	-969,542.63	1,978,950.51	

<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>-15,839.00</u>	<u>13,106.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>-15,837.65</u>	<u>14,068.37</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>-15,837.65</u>	<u>14,068.37</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>-12,524.89</u>	<u>130,272.46</u>
<u>0.00</u>	<u>730.88</u>	<u>730.88</u>	<u>1,328.18</u>	<u>1,538.68</u>	<u>1,538.68</u>	<u>1,538.68</u>	<u>0.00</u>	<u>0.00</u>	<u>-12,524.89</u>	<u>130,272.46</u>
<u>0.00</u>	<u>730.88</u>	<u>730.88</u>	<u>1,328.18</u>	<u>1,538.68</u>	<u>1,538.68</u>	<u>1,538.68</u>	<u>0.00</u>	<u>0.00</u>	<u>-12,524.89</u>	<u>130,272.46</u>
<u>0.00</u>	<u>730.88</u>	<u>730.88</u>	<u>1,328.18</u>	<u>1,538.68</u>	<u>1,538.68</u>	<u>1,538.68</u>	<u>0.00</u>	<u>0.00</u>	<u>-5,488.86</u>	<u>-143,472.33</u>
<u>723.00</u>	<u>16,682.31</u>	<u>27,321.77</u>	<u>1,328.18</u>	<u>1,538.68</u>	<u>1,538.68</u>	<u>1,538.68</u>	<u>0.00</u>	<u>0.00</u>	<u>-5,488.86</u>	<u>-143,472.33</u>
<u>723.00</u>	<u>16,682.31</u>	<u>27,321.77</u>	<u>1,328.18</u>	<u>1,538.68</u>	<u>1,538.68</u>	<u>1,538.68</u>	<u>0.00</u>	<u>0.00</u>	<u>-5,488.86</u>	<u>-143,472.33</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>5,737,154.33</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>5,737,154.33</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>5,737,154.33</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>5,737,154.33</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>5,737,154.33</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>5,737,154.33</u>
<u>-2,289.18</u>	<u>50,386.64</u>	<u>41,877.00</u>	<u>18,345.79</u>	<u>5,493.18</u>	<u>16,853.38</u>	<u>16,853.38</u>	<u>16,853.38</u>	<u>-1,526,422.60</u>	<u>205,960.40</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>-5,757.45</u>	<u>0.00</u>	<u>0.00</u>
<u>-2,289.18</u>	<u>50,386.64</u>	<u>41,877.00</u>	<u>18,345.79</u>	<u>5,493.18</u>	<u>16,853.38</u>	<u>16,853.38</u>	<u>16,853.38</u>	<u>-1,532,180.05</u>	<u>5,943,114.73</u>	<u>5,943,114.73</u>
<u>-1,566.18</u>	<u>67,068.95</u>	<u>69,198.77</u>	<u>19,673.97</u>	<u>7,031.86</u>	<u>16,853.38</u>	<u>16,853.38</u>	<u>16,853.38</u>	<u>-1,537,668.91</u>	<u>5,799,642.40</u>	<u>5,799,642.40</u>
<u>37,740.40</u>	<u>21,907.65</u>	<u>48,484.94</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>568,126.28</u>	<u>-3,820,691.89</u>	<u>-3,820,691.89</u>

TOTAL

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7,429.88

7,429.88

7,429.88

31,480.83
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31,480.83

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165,177.85

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5,737,154.33

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-47,808.92
2,686,794.96

2,851,972.81

0.00

B&W PNL By Class 07-01-2013 - 06-30-2014

Income	AB-GE,OPE	AB-PI	Gas-Davis Stagg McGill	Gas-Gemini Master
40000 · INCOME (OWN) (a)				
41000 · OPERATIONAL INCOME				
41100 · SALES				
41110 · OIL&GAS				
41111 · Gas	0.00	54,051.36	0.00	0.00
41112 · Oil	0.00	0.00	0.00	0.00
Total 41110 · OIL&GAS	0.00	54,051.36	0.00	0.00
41120 · TTCD SERVICES				
41124 · Navitas Utility Corporation	0.00	35,320.80	0.00	0.00
Total 41120 · TTCD SERVICES	0.00	35,320.80	0.00	0.00
Total 41100 · SALES	0.00	89,372.16	0.00	0.00
41200 · ROYALTIES (12)				
41210 · OIL&GAS	0.00	0.00	0.00	0.00
41214 · Oil Work Interest Income	0.00	0.00	0.00	0.00
Total 41210 · OIL&GAS	0.00	0.00	0.00	0.00
Total 41200 · ROYALTIES (12)	0.00	0.00	0.00	0.00
Total 41000 · OPERATIONAL INCOME	0.00	89,372.16	0.00	0.00
42000 · OTHER INCOME				
42100 · OTHER INCOME				
42140 · OTHER				
42147 · Meter Reading Service	0.00	25.16	5.05	0.00
Total 42140 · OTHER	0.00	25.16	5.05	0.00
Total 42100 · OTHER INCOME	0.00	25.16	5.05	0.00
Total 42000 · OTHER INCOME	0.00	25.16	5.05	0.00
Total 40000 · INCOME (OWN) (a)	0.00	89,397.32	5.05	0.00

Total Income	0.00	89,397.32	5.05	0.00
Cost of Goods Sold				
60000 · Cost of Goods Sold				
60100 · OIL & GAS	0.00	102,763.46	-6,395.81	0.00
60102 · GAS	0.00	102,763.46	-6,395.81	0.00
Total 60100 · OIL & GAS				
Total 60000 · Cost of Goods Sold	0.00	102,763.46	-6,395.81	0.00
Total COGS	0.00	102,763.46	-6,395.81	0.00
Gross Profit	0.00	-13,366.14	6,400.86	0.00
Expense				
50000 · EXPENSES				
51000 · OPERATIONAL EXPENSES				
51100 · GENERAL MINERAL LEASING E				
51110 · LAND LEASING - MAINTENANCE				
51113 · Legal Fees (c)	0.00	427.50	0.00	0.00
Total 51110 · LAND LEASING - MAINTENANCE	0.00	427.50	0.00	0.00
Total 51100 · GENERAL MINERAL LEASING E	0.00	427.50	0.00	0.00
51200 · WELLS				
51210 · ROYALTIES				
51211 · Royalty Payments To Owner	0.00	0.00	799.47	0.00
51212 · Work Interest	0.00	0.00	1,287.15	0.00
51213 · Overriding Interest	0.00	0.00	335.79	0.00
Total 51210 · ROYALTIES	0.00	0.00	2,422.41	0.00
51230 · OPERATING COST OIL				
512310 · Materials	0.00	0.00	0.00	0.00
51233 · Truck Transportation-Oil&Water	0.00	0.00	0.00	0.00
51236 · Compression Service	0.00	0.00	0.00	0.00
51239 · Electricity Consumption	0.00	0.00	0.00	0.00
Total 51230 · OPERATING COST OIL	0.00	0.00	0.00	0.00

51240 · OPERATING COST GAS				
512410 · Materials	34.76	-0.09	0.00	0.00
51242 · Well Tending	0.00	30.10	20.22	0.00
51249 · Electricity Consumption	0.00	0.00	0.00	3,740.48
Total 51240 · OPERATING COST GAS	34.76	30.01	20.22	3,740.48
51250 · MAINTENANCE COSTS				
51251 · Well Site Sanitation Serv	0.00	0.00	0.00	0.00
51254 · Equipments Repair Service	0.00	0.00	0.00	0.00
51256 · Well Maintenance & Refurbishmen	0.00	0.00	0.00	0.00
Total 51250 · MAINTENANCE COSTS	0.00	0.00	0.00	0.00
51260 · ABANDONMENT COSTS				
51261 · Well Site Sanitation Service	0.00	0.00	0.00	0.00
Total 51260 · ABANDONMENT COSTS	0.00	0.00	0.00	0.00
Total 51200 · WELLS	34.76	30.01	2,442.63	3,740.48
51300 · TTCD				
51310 · ROYALTIES				
51311 · Rights of Way Payments to Owner	0.00	12,881.64	0.00	0.00
Total 51310 · ROYALTIES	0.00	12,881.64	0.00	0.00
51330 · OPERATING COST				
513310 · Electricity Consumption	0.00	871.20	0.00	0.00
51332 · Chart Service	0.00	3,870.54	0.00	0.00
51337 · Materials	0.00	273.50	0.00	0.00
Total 51330 · OPERATING COST	0.00	5,015.24	0.00	0.00
51340 · MAINTENANCE COSTS				
51341 · Cleaning & Sanitation Site Serv	0.00	1,150.00	0.00	0.00
51343 · Equipment Maintenance Service	0.00	263.99	0.00	0.00
51344 · Equipment Repair Services	0.00	3,468.21	0.00	0.00
51345 · Materials	0.00	742.66	0.00	0.00
51346 · Leak Survey	0.00	2,250.00	0.00	0.00
51347 · Line Locate	0.00	487.50	0.00	0.00
Total 51340 · MAINTENANCE COSTS	0.00	8,362.36	0.00	0.00

51360 · OTHER COSTS					
51367 · ROW and Rd. Maintenance & Rep.	0.00			0.00	0.00
Total 51360 · OTHER COSTS	0.00			0.00	0.00
Total 51300 · TTCD	0.00	29,609.24		0.00	0.00
51400 · FIELD OPERATIONAL EXPENSE					
51410 · WELLS, FACILITIES & SALES					
514111 · Telephone	273.77	826.67		0.00	0.00
51416 · Consulting Fees	0.00	4,682.24		0.00	0.00
51418 · License & Permits	104.00	100.00		0.00	0.00
Total 51410 · WELLS, FACILITIES & SALES	377.77	5,608.91		0.00	0.00
Total 51400 · FIELD OPERATIONAL EXPENSE	377.77	5,608.91		0.00	0.00
51700 · TAXES					
51710 · TAXES					
51711 · Severance Tax	0.00	0.00		119.19	0.00
51714 · Penalties	0.00	0.00		0.00	0.00
Total 51710 · TAXES	0.00	0.00		119.19	0.00
Total 51700 · TAXES	0.00	0.00		119.19	0.00
51800 · OPERATOR FEE (j1)					
51810 · OPERATOR FEE					
51811 · Operator Fee	0.00	0.00		0.00	0.00
Total 51810 · OPERATOR FEE	0.00	0.00		0.00	0.00
Total 51800 · OPERATOR FEE (j1)	0.00	0.00		0.00	0.00
Total 51000 · OPERATIONAL EXPENSES	412.53	35,675.66		2,561.82	3,740.48
52000 · OVERHEAD EXPENSES					
52100 · MANAGEMENT EXPENSES					
52110 · PROFESSIONAL SERVICES					
52111 · Legal Fees	0.00	48,867.45		0.00	0.00

52112 · Accounting Fees (CPA)	0.00	10,050.00	0.00	0.00
Total 52110 · PROFESSIONAL SERVICES	0.00	58,917.45	0.00	0.00
52120 · ADMINISTRATIVE EXPENSES				
521214 · Bank Fees	0.00	0.00	0.00	0.00
52128 · Dues & Subscriptions	0.00	13,179.62	0.00	0.00
Total 52120 · ADMINISTRATIVE EXPENSES	0.00	13,179.62	0.00	0.00
Total 52100 · MANAGEMENT EXPENSES	0.00	72,097.07	0.00	0.00
52400 · TAXES				
52410 · TAXES				
52412 · Property Taxes	0.00	122.00	0.00	0.00
52414 · Franchise Tax	0.00	0.00	0.00	0.00
52415 · Business Tax (City)	0.00	0.00	0.00	0.00
52416 · Business Tax (County)	0.00	0.00	0.00	0.00
Total 52410 · TAXES	0.00	122.00	0.00	0.00
Total 52400 · TAXES	0.00	122.00	0.00	0.00
52500 · FINANCIAL EXPENSES				
52510 · INTEREST EXPENSES				
52511 · Interest Expense	0.00	0.00	0.00	0.00
52512 · Interest Expense Late Tax Pmnts	0.00	0.00	0.00	0.00
Total 52510 · INTEREST EXPENSES	0.00	0.00	0.00	0.00
Total 52500 · FINANCIAL EXPENSES	0.00	0.00	0.00	0.00
52600 · DEPRECIATIONS & AMORTIZATIONS				
52610 · DEPRECIATIONS				
52611 · Depreciations	0.00	0.00	0.00	0.00
Total 52610 · DEPRECIATIONS	0.00	0.00	0.00	0.00
Total 52600 · DEPRECIATIONS & AMORTIZATIONS	0.00	0.00	0.00	0.00
Total 52000 · OVERHEAD EXPENSES	0.00	72,219.07	0.00	0.00

Total 50000 · EXPENSES

Total Expense

Net Income

412.53	107,894.73	2,561.82	
412.53	107,894.73	2,561.82	3,740.48
-412.53	-121,260.87	3,839.04	-3,740.48

0.00	0.00	0.00	0.00	0.00	0.00	0.00
<u>-1,588.44</u>	<u>-3,704.09</u>	<u>-1,036.75</u>	<u>-237.30</u>	<u>-2,055.12</u>	<u>0.00</u>	<u>0.00</u>
<u>-1,588.44</u>	<u>-3,704.09</u>	<u>-1,036.75</u>	<u>-237.30</u>	<u>-2,055.12</u>	<u>0.00</u>	<u>0.00</u>
<u>-1,588.44</u>	<u>-3,704.09</u>	<u>-1,036.75</u>	<u>-237.30</u>	<u>-2,055.12</u>	<u>0.00</u>	<u>0.00</u>
<u>-1,588.44</u>	<u>-3,704.09</u>	<u>-1,036.75</u>	<u>-237.30</u>	<u>-2,055.12</u>	<u>0.00</u>	<u>0.00</u>
<u>1,588.44</u>	<u>3,704.09</u>	<u>1,036.75</u>	<u>237.30</u>	<u>2,055.12</u>	<u>0.00</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>198.57</u>	<u>129.59</u>	<u>463.01</u>	<u>29.65</u>	<u>256.90</u>	<u>0.00</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>99.29</u>	<u>64.80</u>	<u>231.50</u>	<u>12.45</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>297.86</u>	<u>194.39</u>	<u>694.51</u>	<u>42.10</u>	<u>256.90</u>	<u>0.00</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>34.79</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>218.88</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>10,894.04</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>11,147.71</u>	<u>0.00</u>

[illegible]

356.80	299.89	740.01	57.78	331.07	11,147.71	
356.80	299.89	740.01	57.78	331.07	11,147.71	
1,231.64	3,404.20	296.74	179.52	1,724.05	-11,147.71	

Oil-Darmofal Heirs #3BW	Oil-Frank Darmofal #1	Oil-Freels-Plateau Prop #1	Oil-H.Remkus #1	Oil-Samuel Jones#2	Oil-Smarsh #1
0.00	0.00	0.00	0.00	0.00	0.00
20,384.67	20,868.79	0.00	7,901.08	0.00	9,022.23
20,384.67	20,868.79	0.00	7,901.08	0.00	9,022.23
0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
20,384.67	20,868.79	0.00	7,901.08	0.00	9,022.23
0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
20,384.67	20,868.79	0.00	7,901.08	0.00	9,022.23
0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
20,384.67	20,868.79	0.00	7,901.08	0.00	9,022.23
0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
20,384.67	20,868.79	0.00	7,901.08	0.00	9,022.23

20,384.67	20,868.79	0.00	7,901.08	0.00	9,022.23
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
20,384.67	20,868.79	0.00	7,901.08	0.00	9,022.23
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
5,478.38	3,904.87	0.00	1,402.44	0.00	1,601.45
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>5,478.38</u>	<u>3,904.87</u>	<u>0.00</u>	<u>1,402.44</u>	<u>0.00</u>	<u>1,601.45</u>
1,491.85	1,701.75	0.00	1,096.85	65.78	828.51
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>65.78</u>	<u>828.51</u>
<u>1,491.85</u>	<u>1,701.75</u>	<u>0.00</u>	<u>1,096.85</u>	<u>65.78</u>	<u>828.51</u>

<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
0.00	0.00	0.00	0.00	0.00	60.39	0.00
0.00	0.00	0.00	0.00	0.00		0.00
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
0.00	0.00	0.00	0.00	0.00		0.00
447.19	314.28	194.96	0.00	0.00	0.00	222.62
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>447.19</u>	<u>314.28</u>	<u>194.96</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>222.62</u>
447.19	314.28	194.96	0.00	0.00	0.00	222.62
0.00	0.00	0.00	0.00	0.00	0.00	0.00
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
11,266.42	7,325.28	2,986.75	1,805.00	126.17	4,040.08	
0.00	0.00	0.00	0.00	0.00	0.00	0.00

11,266.42	7,325.28	1,805.00	2,986.75	126.17	4,040.08	
11,266.42	7,325.28	1,805.00	2,986.75	126.17	4,040.08	
9,118.25	13,543.51	-1,805.00	4,914.33	-126.17	4,982.15	

<u>Oil-Smarsh #2</u>	<u>Oil-Smarsh #3</u>	<u>Oil-Smarsh #4</u>	<u>Oil-Smarsh #5</u>	<u>Overhead</u>	<u>TOTAL</u>
0.00	0.00	0.00	0.00	0.00	54,051.36
11,624.26	0.00	0.00	0.00	0.00	69,801.03
<u>11,624.26</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>123,852.39</u>
0.00	0.00	0.00	0.00	0.00	35,320.80
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>35,320.80</u>
11,624.26	0.00	0.00	0.00	0.00	159,173.19
0.00	2,957.62	0.00	3,732.17	0.00	6,689.79
<u>0.00</u>	<u>2,957.62</u>	<u>0.00</u>	<u>3,732.17</u>	<u>0.00</u>	<u>6,689.79</u>
0.00	2,957.62	0.00	3,732.17	0.00	6,689.79
<u>0.00</u>	<u>2,957.62</u>	<u>0.00</u>	<u>3,732.17</u>	<u>0.00</u>	<u>6,689.79</u>
11,624.26	2,957.62	0.00	3,732.17	0.00	165,862.98
0.00	0.00	0.00	0.00	0.00	30.21
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>30.21</u>
0.00	0.00	0.00	0.00	0.00	30.21
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>30.21</u>
11,624.26	2,957.62	0.00	3,732.17	0.00	165,893.19
<u>11,624.26</u>	<u>2,957.62</u>	<u>0.00</u>	<u>3,732.17</u>	<u>0.00</u>	<u>165,893.19</u>

11,624.26	2,957.62	0.00	3,732.17	0.00	165,893.19
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>87,745.95</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>87,745.95</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>87,745.95</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>87,745.95</u>
11,624.26	2,957.62	0.00	3,732.17	0.00	78,147.24
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>427.50</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>427.50</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>427.50</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>427.50</u>
0.00	0.00	0.00	0.00	0.00	1,877.19
2,063.31	0.00	0.00	0.00	0.00	15,737.60
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>743.83</u>
<u>2,063.31</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>18,358.62</u>
0.00	0.00	0.00	0.00	0.00	1,678.96
17.50	0.00	0.00	0.00	0.00	288.88
0.00	0.00	0.00	0.00	0.00	13,877.72
<u>146.38</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>650.77</u>
<u>163.88</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>16,496.33</u>

<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>4,365.42</u>	<u>14,415.42</u>
0.00	0.00	0.00	0.00	0.00	17,920.09	76,837.54
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>72.00</u>	<u>72.00</u>
0.00	0.00	0.00	0.00	0.00	0.00	13,179.62
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>72.00</u>	<u>13,251.62</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>17,992.09</u>	<u>90,089.16</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>249.00</u>	<u>371.00</u>
0.00	0.00	0.00	0.00	0.00	6,562.00	6,562.00
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>279.00</u>	<u>279.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>279.00</u>	<u>279.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>7,369.00</u>	<u>7,491.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>7,369.00</u>	<u>7,491.00</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>348.34</u>	<u>348.34</u>
0.00	0.00	0.00	0.00	0.00	85.00	85.00
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>433.34</u>	<u>433.34</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>433.34</u>	<u>433.34</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>119,285.99</u>	<u>119,285.99</u>
0.00	0.00	0.00	0.00	0.00	119,285.99	119,285.99
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>119,285.99</u>	<u>119,285.99</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>119,285.99</u>	<u>119,285.99</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>145,080.42</u>	<u>217,299.49</u>

4,139.02	88.73	0.00	111.96	523,310.11	682,742.34	
4,139.02	88.73	0.00	111.96	523,310.11	682,742.34	
7,485.24	2,868.89	0.00	3,620.21	-523,310.11	-604,595.10	

B&W Pipeline, LLC

Profit & Loss

	B&W PIPELINE, LLC	June 2014	Jun 14
Income			
40000 · INCOME (OWN) (a)			
41000 · OPERATIONAL INCOME			
41100 · SALES			
41110 · OIL&GAS			
41111 · Gas			6,812.27
Total 41110 · OIL&GAS			6,812.27
41120 · TTCD SERVICES			
41124 · Navitas Utility Corporation			1,709.13
Total 41120 · TTCD SERVICES			1,709.13
Total 41100 · SALES			8,521.40
Total 41000 · OPERATIONAL INCOME			8,521.40
Total 40000 · INCOME (OWN) (a)			8,521.40
Total Income			8,521.40
Cost of Goods Sold			
60000 · Cost of Goods Sold			
60100 · OIL & GAS			
60102 · GAS			5,554.97
Total 60100 · OIL & GAS			5,554.97
Total 60000 · Cost of Goods Sold			5,554.97
Total COGS			5,554.97
Gross Profit			2,966.43
Expense			
50000 · EXPENSES			
51000 · OPERATIONAL EXPENSES			
51200 · WELLS			
51240 · OPERATING COST GAS			
51249 · Electricity Consumption			412.00
Total 51240 · OPERATING COST GAS			412.00
Total 51200 · WELLS			412.00
51300 · TTCD			
51330 · OPERATING COST			
513310 · Electricity Consumption			87.95
51332 · Chart Service			347.32
Total 51330 · OPERATING COST			435.27

B&W Pipeline, LLC
Profit & Loss

B&W PIPELINE, LLC	June 2014	<u>Jun 14</u>
Total 51300 · TTCD		435.27
51400 · FIELD OPERATIONAL EXPENSE		
51410 · WELLS, FACILITIES & SALES		
514111 · Telephone		<u>89.38</u>
Total 51410 · WELLS, FACILITIES & SALES		<u>89.38</u>
Total 51400 · FIELD OPERATIONAL EXPENSE		<u>89.38</u>
Total 51000 · OPERATIONAL EXPENSES		936.65
52000 · OVERHEAD EXPENSES		
52100 · MANAGEMENT EXPENSES		
52110 · PROFESSIONAL SERVICES		
52111 · Legal Fees		2,362.50
52112 · Accounting Fees (CPA)		<u>1,300.00</u>
Total 52110 · PROFESSIONAL SERVICES		<u>3,662.50</u>
Total 52100 · MANAGEMENT EXPENSES		<u>3,662.50</u>
Total 52000 · OVERHEAD EXPENSES		<u>3,662.50</u>
Total 50000 · EXPENSES		<u>4,599.15</u>
Total Expense		<u>4,599.15</u>
Net Income		<u><u>-1,632.72</u></u>

ENREMA - B&W Billing

Month	Gross Sales	7% Charge	Flat Fee	Total Fee
1/1/2014	\$ 7,207.20	\$ 504.50	\$ 22,750.00	\$ 23,254.50
2/1/2014	\$ 10,145.53	\$ 710.19	\$ 22,750.00	\$ 23,460.19
3/1/2014	\$ 7,105.26	\$ 497.37	\$ 22,750.00	\$ 23,247.37
4/1/2014	\$ 22,511.40	\$ 1,575.80	\$ 22,750.00	\$ 24,325.80
5/1/2014	\$ 8,969.41	\$ 627.86	\$ 22,750.00	\$ 23,377.86
6/1/2014	\$ 8,521.40	\$ 596.50	\$ 22,750.00	\$ 23,346.50
Total	\$ 64,460.20	\$ 4,512.21	\$ 136,500.00	\$ 141,012.21
Annual	\$ 128,920.40	\$ 9,024.43	\$ 273,000.00	\$ 282,024.43

Operator Billing is based on a 7% Revenue Charge PLUS a \$22,750 Monthly Flat Fee.

At this time, 50% of the Operator Fee is allocated to the pipeline and 50% is allocated to gas charges.

2014 Pro Forma Operator Fee Calculation:

Annual Operator Fee	\$ 282,024.43
50% Allocation to B&W Pipeline	50%
B&W Pro Forma Operator Fee	\$ 141,012.21