

TAX YEAR 2017

Previous Calendar Year 2016

X (oil) = 111.7 for Crude petroleum (domestic production) - WPU0561

X (gas) = 96.6 for Natural gas - WPU0531

Y = 2016 - 1982 = 34

1/Y = 0.029412

Escalation Factor for Crude petroleum (domestic production)

$$\left(\frac{X(\text{oil})}{100} \right)^{(1/Y) - 1} * 100 = 0.326\%$$

Escalation Factor for Natural gas

$$\left(\frac{X(\text{gas})}{100} \right)^{(1/Y) - 1} * 100 = -0.102\%$$