

CENTICRUDE SERVICES, INC

DEPOT PROFORMA PROJECTED STATEMENTS OF OPERATIONS - 45% Net Recovery

	<u>ANNUAL</u>
SALES	\$10,030,000
COST OF SALES	<u>-3,900,000</u>
GROSS PROFIT	<u>6,130,000</u>
OPERATING COSTS	
WAGES	500,000
UTILITIES, primarily electricity	600,000
HAULAGE, primarily third party trucking	1,200,000
OTHER	<u>720,000</u>
TOTAL OPERATING COSTS	<u>3,020,000</u>
PROJECTED DEPOT OPERATING EBITDA	<u>\$ 3,110,000</u>

ASSUMPTIONS

- 1) Machine will be able to process 95 Barrels of feedstock per hour or 750 barrels per 8 hour shift.
- 3) The recovery rate for marketable crude will be 45% of feedstock processed assuming machine available uptime effect of 90%.
- 4) The cost of raw feedstock is estimated to be \$10.00 per barrel on an overall basis.
- 5) The third party sale price of recovered oil will be \$60.00(US) per barrel.
- 8) The cost of transporting the feedstock from the wellhead to the depot is based on 4 trucks operating 8 hours per day at \$150.00 per hour all-in.
- 9) Other operating costs including rent, insurance, repairs and maintenance are estimated to be 60K per month.