

THE DEREK OPERATING CO

Statement Date - 02/28/2011

50000 POOR BOY INVESTOR

Beginning Unit: 30000-01

Ending Unit: 40000-01

Beginning GL Number: 30000

Ending GL Number: 75999

Beginning Transaction Date: 01/01/2011

Ending Transaction Date 02/28/2009

GL Legend	
3XXXX	= Revenue Sales
5XXXX	= Cost Of Sale
71XXX	= I. D. COMPLETION DRILLG
72XXX	= T. COMP. DRILLING
73XXX	= DRILLING & TESTING
74XXX	= Lease Operating Exp
75XXX	= Lease Hold Cost

POOR BOY INVESTOR
 JUST THE BEND IN HWY 80
 FORNEY, TX 75126-

Owner 50000

GL Num	GL Description	Owner Volume	Status	Owner %	Description	Date	Amount
30000-01 WELL 3							
**** Revenue Sales ****							
31010	Oil Sales	15.62	1	0.1250000000	12/2010 125.00 BBL @ 90.0000000	01/01/2011	1406.25
31020	Gas Sales	600.00	2	0.8000000000	12/2010 0.00 MMBTU @ 6.2500000	01/01/2011	3750.00
31010	Oil Sales	60.00	2	0.8000000000	01/2011 75.00 BBL @ 85.0000000	02/01/2011	5100.00
31010	Oil Sales	60.00	2	0.8000000000	01/2011 75.00 BBL @ 85.0000000	02/01/2011	5100.00
Total Sales							15356.25
** Cost Of Sale **							
50015	State Tax (Oil)	0.00	1	0.2187500000	State Tax (Oil)	01/01/2011	-43.75
50020	State Tax (Gas)	0.00	1	0.2187500000	State Tax (Gas)	01/01/2011	-21.88
50030	Severance Tax	0.00	2	0.8000000000	Severance Tax	01/01/2011	-100.00
50015	State Tax (Oil)	0.00	1	0.2187500000	01/2011 6375.00 Gross X 0.0045	02/01/2011	-6.28
Total Cost Of Sale							-171.91
Gross Profit							15184.34
**I. D. COMPLETION DRILLG							
71010	Geology	0.00	2	0.7000000000	Geology	01/01/2011	-52.50
Total Intan.Drilling							-52.50
** T. COMP. DRILLING							
72050	Braden Head	0.00	1	0.6000000000	Braden Head	01/01/2011	-360.00
72050	Braden Head	0.00	1	0.6000000000	Braden Head	02/01/2011	-360.00
Total Tangible Comp.							-720.00
*DRILLING & TESTING *							
73025	Engineering	0.00	2	0.7000000000	Engineering 1-5-2011	01/01/2011	-252.00
73025	Engineering	0.00	1	0.6000000000	Engineering 01-15-2011	01/01/2011	-150.00
Total Intan. Compl.							-402.00
** Lease Operating Exp **							
74175	Admin Charge To Wells	0.00	2	0.7000000000	Admin Charge To Wells	02/01/2011	-315.00
Total Lease Op. Exp.							-315.00
Total Expenses							-1489.50
Other Taxes							
	Taxes Withheld	0.00	0	0.0000000000	Federal Backup Withheld	01/01/2011	-15.98
	Taxes Withheld	0.00	0	0.0000000000	Federal Backup Withheld	02/01/2011	-31.62
Total Other Taxes							-47.60

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"XXXXX S" denotes owner Revenue or Tax is in Suspense Holding, Print Non Released Suspense Report for Details

"XXXXX M" denotes owner Revenue or Tax is in Min Check Holding, Print Min Check Report for Details, Min Check Detail that has been dropped will not show on this report.

	OIL	GAS	OTHER	TOTAL
UNIT SALES	11,606.25	3,750.00	0.00	15,356.25
UNIT TAXES	-150.03	-21.88	-47.60	-219.51
UNIT EXPENSES	0.00	0.00	-1,489.50	-1,489.50
UNIT NET PROFIT (- = LOSS)	11,456.22	3,728.12	-1,537.10	13,647.24

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Owner 50000

GL Num	GL Description	Owner Volume	Status	Owner %	Description	Date	Amount
40000-01 WELL #4							
**** Revenue Sales ****							
31010	Oil Sales	68.85	2	0.3825000000	12/2010 180.00 BBL @ 75.500000	01/05/2011	5198.18
31020	Gas Sales	600.00	1	0.5000000000	12/2010 1200.00 MCF @ 6.350000	01/05/2011	3810.00
31020	Gas Sales	459.00	2	0.3825000000	01/2011 1.00 MMBTU @ 6.350000	02/01/2011	2.43
31020	Gas Sales	459.00	2	0.3825000000	01/2011 1.00 MMBTU @ 6.350000	02/01/2011	2.43
Total Sales							9013.04
** Cost Of Sale **							
50030	Severance Tax	0.00	1	0.5000000000	Severance Tax	01/05/2011	-150.00
50020	State Tax (Gas)	0.00	1	0.5000000000	01/2011 6.35 Gross X 0.0750000	02/01/2011	-0.24
Total Cost Of Sale							-150.24
Gross Profit							8862.80
**I. D. COMPLETION DRILLG							
71010	Geology	0.00	2	0.4675000000	Geology	02/01/2011	-140.25
71010	Geology	0.00	1	0.6375000000	Geology	02/01/2011	-159.38
Total Intan.Drilling							-299.63
** T. COMP. DRILLING							
72400	Flowlines & Connect.	0.00	2	0.4675000000	Flowlines & Connect.	01/05/2011	-303.88
72700	Motors	0.00	2	0.4675000000	Motors	01/05/2011	-584.38
Total Tangible Comp.							-888.26
*DRILLING & TESTING *							
73325	Float Equipment	0.00	1	0.6375000000	Float Equipment	01/05/2011	-79.69
73850	Fracturing	0.00	1	0.6375000000	Fracturing	01/05/2011	-478.12
Total Intan. Compl.							-557.81
Total Expenses							-1745.70
Other Taxes							
	Taxes Withheld	0.00	0	0.0000000000	OK Pass Through ST Tax Whld	01/05/2011	-450.41
	Taxes Withheld	0.00	0	0.0000000000	Federal Backup Withheld	01/05/2011	-27.93
	Taxes Withheld	0.00	0	0.0000000000	OK Pass Through ST Tax Whld	02/01/2011	-0.24
	Taxes Withheld	0.00	0	0.0000000000	Federal Backup Withheld	02/01/2011	-0.02
Total Other Taxes							-478.60

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	OIL	GAS	OTHER	TOTAL
UNIT SALES	5,198.18	3,814.86	0.00	9,013.04
UNIT TAXES	-150.00	-0.24	-478.60	-628.84
UNIT EXPENSES	0.00	0.00	-1,745.70	-1,745.70
UNIT NET PROFIT (- = LOSS)	5,048.18	3,814.62	-2,224.30	6,638.50
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	OIL	GAS	OTHER	TOTAL
TOTAL OWNER SALES	16,804.43	7,564.86	0.00	24,369.29
TOTAL OWNER TAXES	-300.03	-22.12	-526.20	-848.35
TOTAL OWNER EXPENSES	0.00	0.00	-3,235.20	-3,235.20
*OWNER NET PROFIT (- = LOSS) *	16,504.40	7,542.74	-3,761.40	20,285.74

Any suspense/tax revenue, prepaid applied, Prior Balances or minimum check amounts will not be displayed on this report.

Check the Operating Statement, if any prior conditions apply, please print the appropriate reports for details.

COMMENTS: Place comments here!