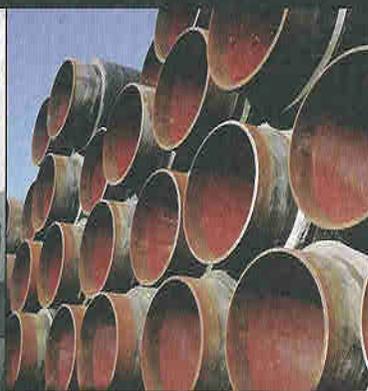
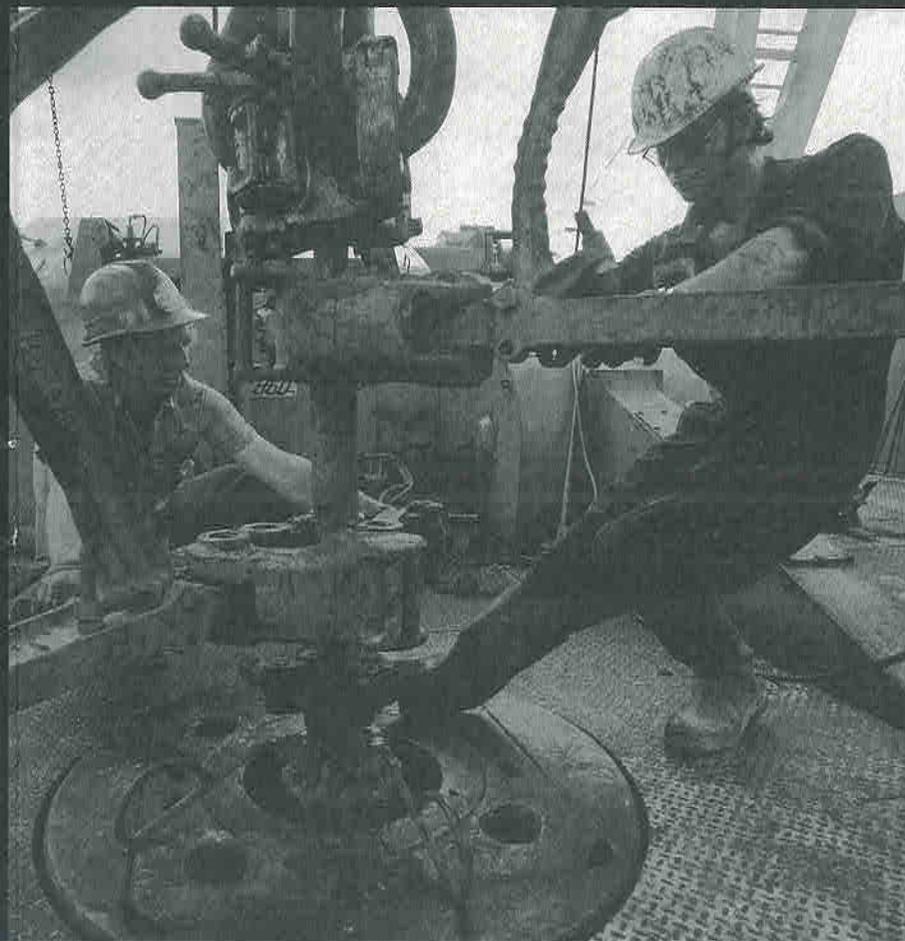




PEOPLE & PROGRESS

1999 PROGRESS REPORT

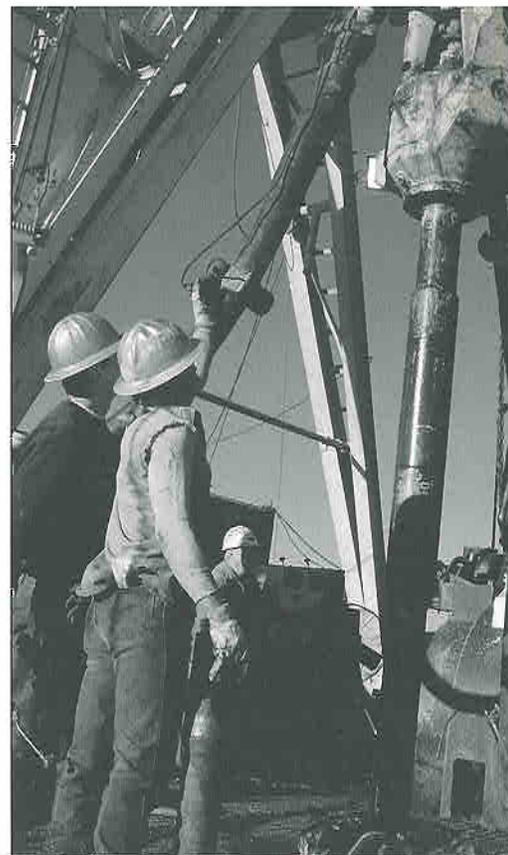


OERB

Oklahoma Energy Resources Board



From the producer in the boardroom to the student in the classroom to the roughneck on the drilling rig, the Oklahoma oil and natural gas industry relies on people to keep it running. And in 1999, that challenge was met by thousands of Oklahomans, during what proved to be a very difficult year for our entire industry. This is the OERB's story for 1999, and a salute to the people who strengthened the industry by supporting the educational and environmental efforts of the Oklahoma Energy Resources Board. Together we proved that advancing the interests of our industry is all in a year's work.



1999 saw one of the lowest refunds of the one tenth of one percent assessment in the five-year history of the OERB. That speaks volumes for the thousands of producers and royalty owners in the state who were faced with \$8-a-barrel oil and lower production totals.

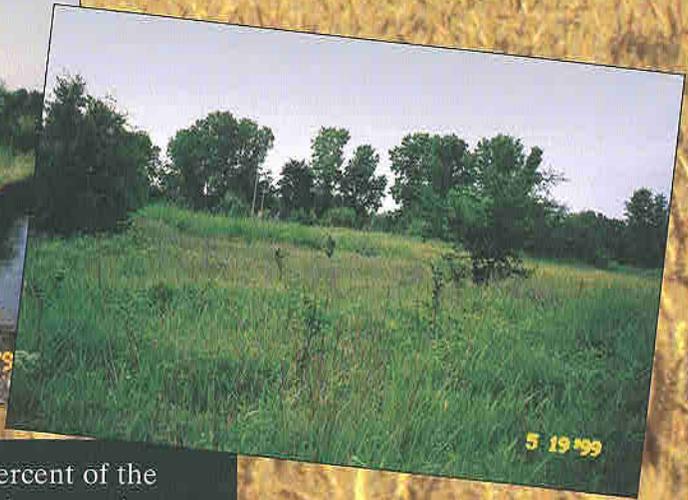
FISCAL YEAR 2000 REVENUES

Assessment	\$4,215,000
Carryover	\$250,000
Federal Grants	\$200,000
Other	\$68,000

FISCAL YEAR 2000 EXPENDITURES

Environmental Restoration	\$1,850,000
Public Education	\$1,375,000
Student Education	\$425,000
Administration	\$455,000
Other	\$242,900

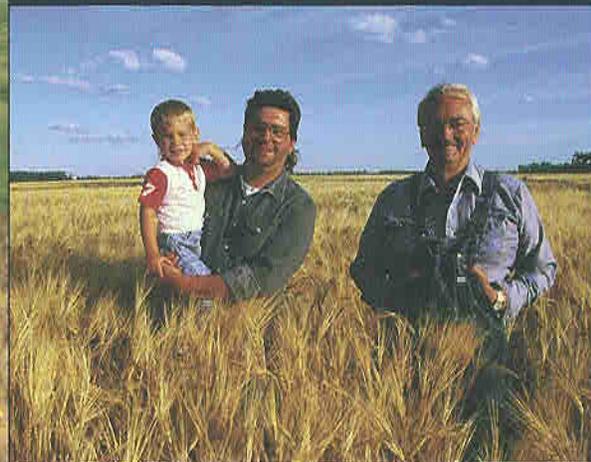
The OERB restored 358 abandoned or orphaned well sites in 1999, thanks to your contributions.



The OERB voluntarily spends 50 percent of the annual assessment on environmental restoration. Above is a typical before and after of an abandoned well site located in Payne County.



*The OERB is
now restoring
more abandoned
oil field sites than
any company
or organization in
the United States.*



1999 ENVIRONMENTAL RESTORATION

Sites completed through 12/31/99
358

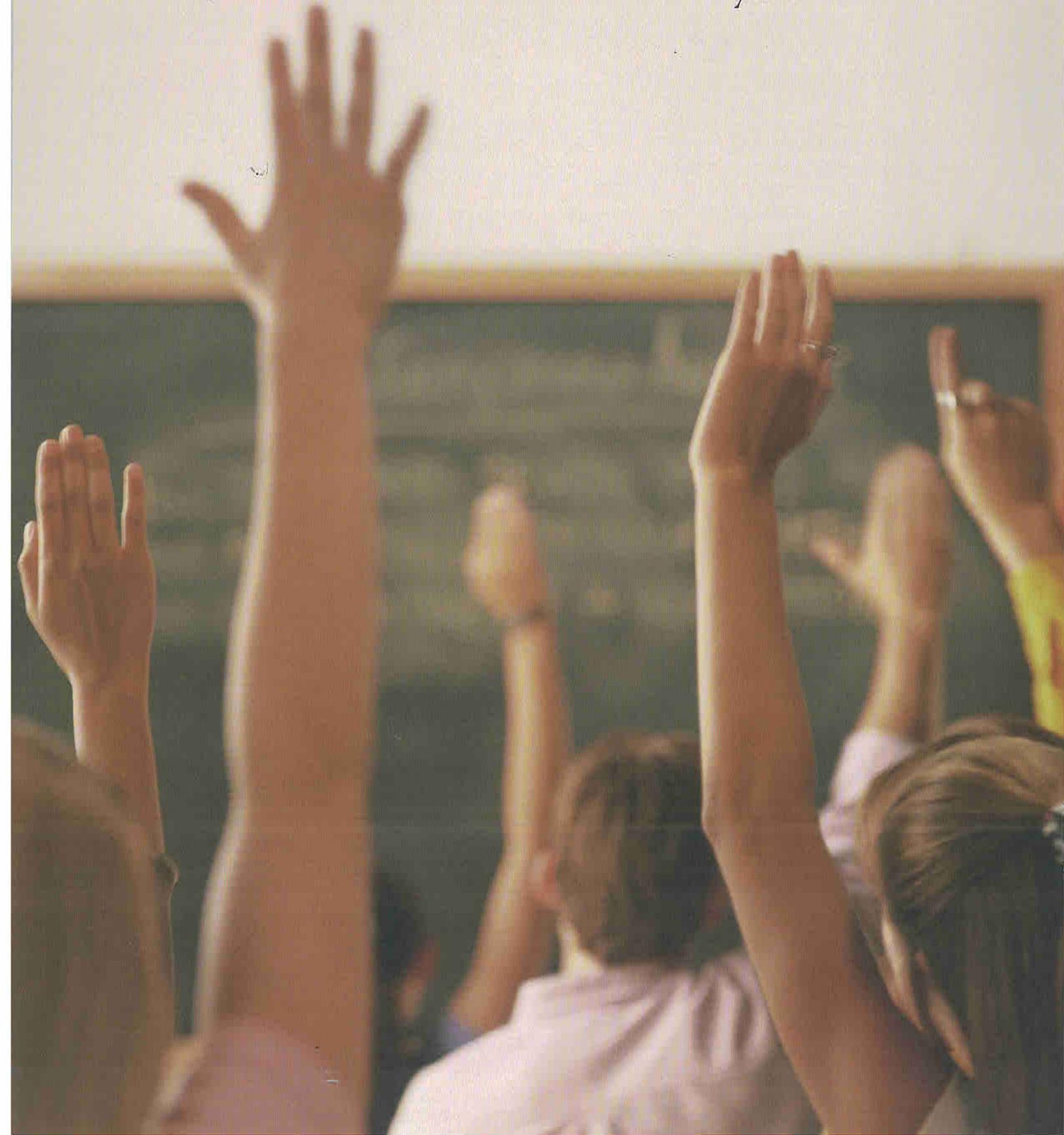
Spending through 12/31/99
\$1.4 million

1994 – 1999 ENVIRONMENTAL RESTORATION

Sites completed through 12/31/99
1530

Spending through 12/31/99
\$8.4 million

The OERB's petroleum education programs continue to gain popularity in the state's schools, reaching more than 57,500 students in the 1998-99 school year.

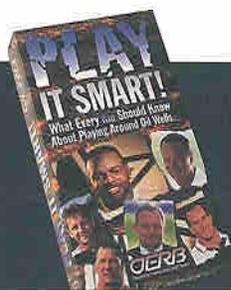




Petro Pros are industry volunteers in the classroom teaching kids about oil and natural gas. **Fossils To Fuel** is a hands-on, six-week curriculum for elementary students. **Petro Active** is a new hands-on, six-week curriculum designed for middle school students. **The Oklahoma Petroleum Challenge** is an essay/game show contest aimed at educating high schoolers.

STUDENT EDUCATION PROGRAMS	STUDENTS REACHED
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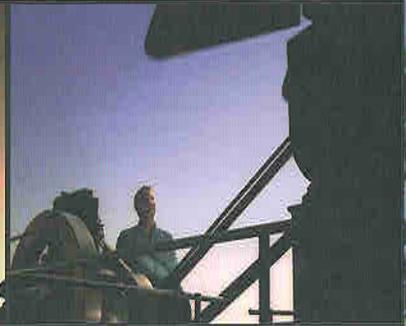
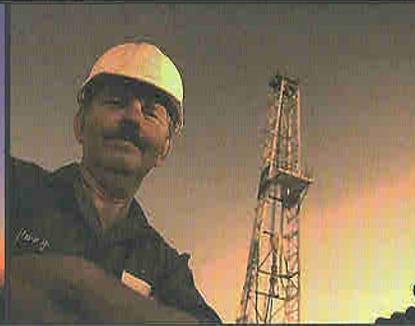
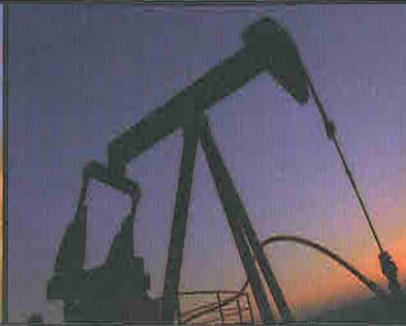
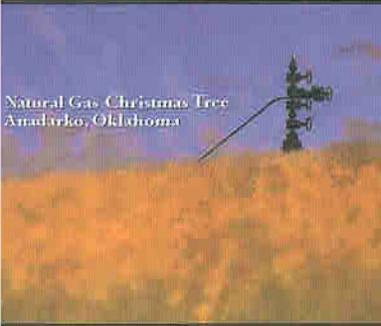
Petro Pros	10,976
Fueling Around	10,041
Fossils to Fuel	25,881
Petro Active	2,200
Petroleum Challenge	237
Newspaper in Education	8,250
Total students reached	57,585



Last year, the OERB sent out more than 500 *Play It Smart* videos to teachers and parents statewide. This five-minute video uses popular sports figures to dissuade children from playing around oil and natural gas equipment.



Our advertising and public relations campaigns continue to change perceptions and put the industry in a positive light.




FROM THIS TREE, YOU CAN SEE CLEAR TO THE FUTURE.

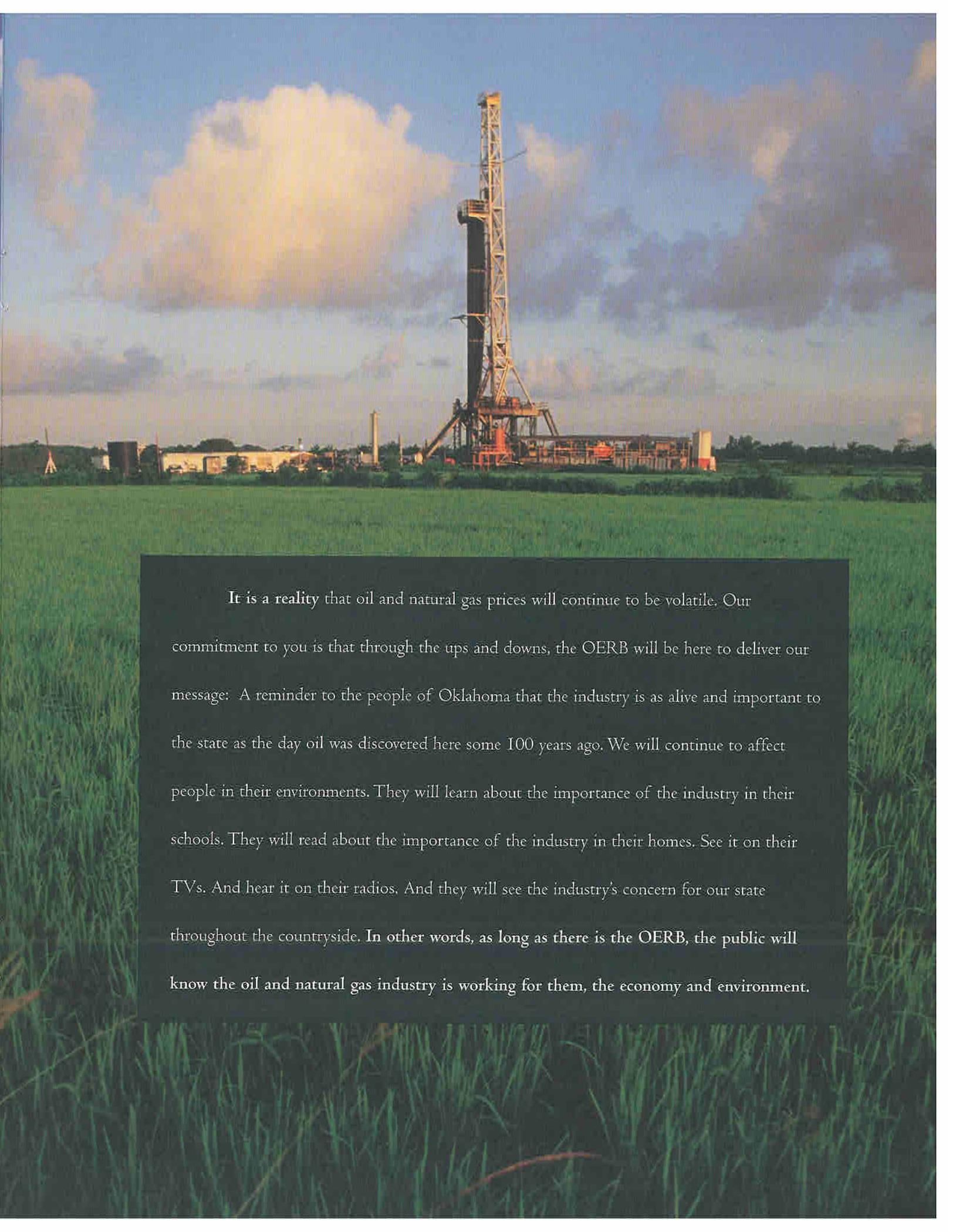
It's called a Christmas Tree—the series of valves and pipes that make up a natural gas well.
 And what it brings out of the ground means brand new growth for Oklahoma's economy.
 Natural gas is abundant. Economical. Clean. And few places on earth have as much of it as Oklahoma.
 So if you've been wondering what the energy of the future will be, rest assured: **Energy's future is already here.**

OERB
 Oklahoma Energy Resources Board
 www.oerb.com | 1.800.664.1301

This message funded voluntarily by Oklahoma's oil and natural gas producers and royalty owners.

After six months of silence, OERB's TV, print and radio campaign was returned to the media in early fall of 1999. In addition, our public relations efforts have seen us garner favorable articles in the *Tulsa World* and *The Daily Oklahoman* and features in many local and community papers, as well as stories on TV and radio news. Advertising and public relations are critical to the success of the OERB. Getting our message out in the media helps us find sites to restore. It makes teachers aware of our educational programs. And reminds the public that our industry is still very much a part of their present and future.

The word is out. The industry is bouncing back from this latest setback with the resiliency of the Oklahoma plains. The oil and natural gas industry will not just survive; it will continue to prosper.

A photograph of an oil drilling rig in a green field under a cloudy sky. The rig is a tall, lattice-structured tower with a central pipe, surrounded by various pieces of equipment and a small building. The field is lush green, and the sky is blue with scattered white and grey clouds. The lighting suggests it might be late afternoon or early morning.

It is a reality that oil and natural gas prices will continue to be volatile. Our commitment to you is that through the ups and downs, the OERB will be here to deliver our message: A reminder to the people of Oklahoma that the industry is as alive and important to the state as the day oil was discovered here some 100 years ago. We will continue to affect people in their environments. They will learn about the importance of the industry in their schools. They will read about the importance of the industry in their homes. See it on their TVs. And hear it on their radios. And they will see the industry's concern for our state throughout the countryside. In other words, as long as there is the OERB, the public will know the oil and natural gas industry is working for them, the economy and environment.

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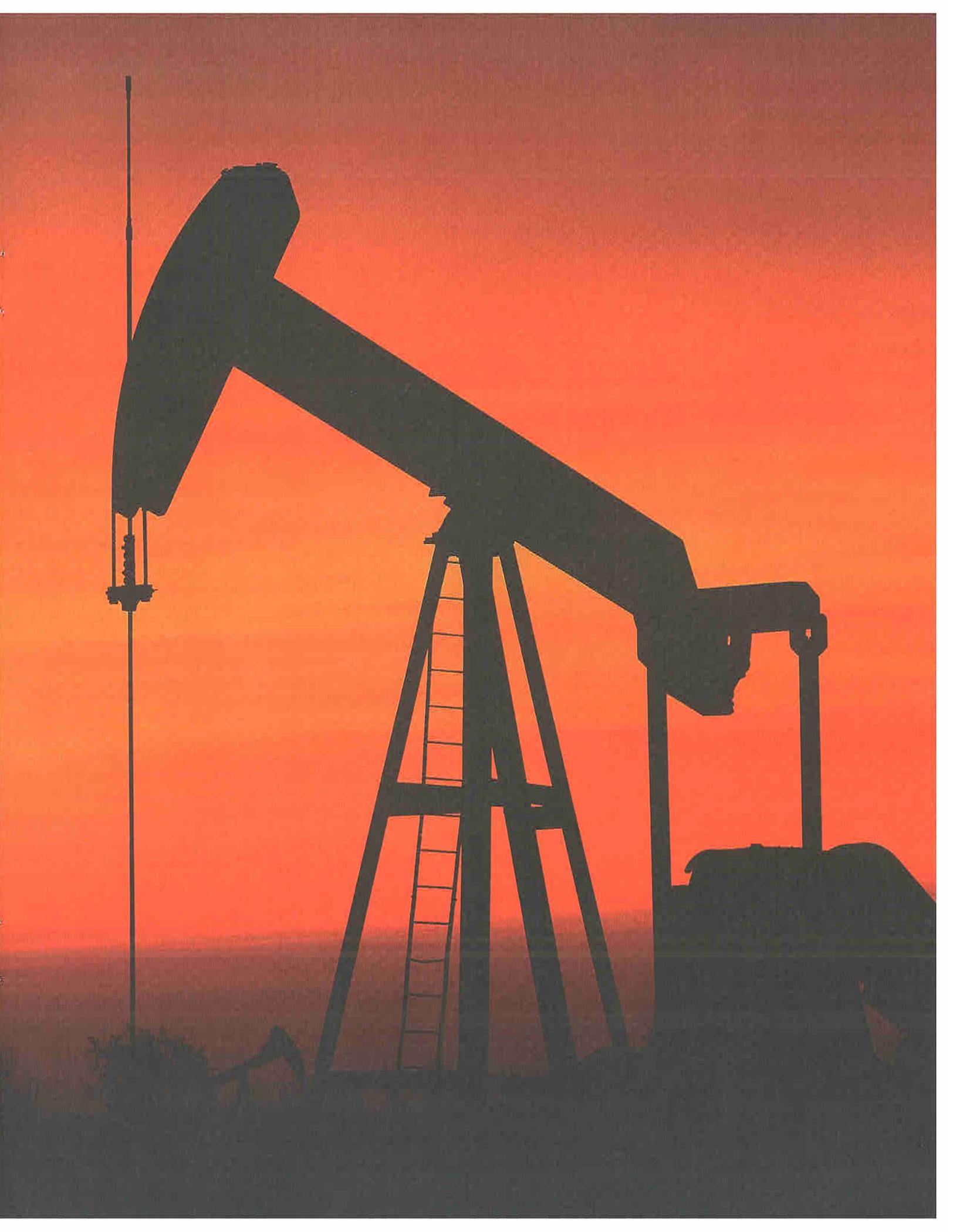
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