

TAX INFORMATION PER UNIT

First Quarter Report 2022

	MONTHLY DISTRIBUTIONS PAID ON:			
	(\$/UNIT EXCEPT COST DEPLETION FACTORS)			
	February 14, 2022	March 14, 2022	April 14, 2022	Total
Gross income.....	\$ 0.147825	\$ 0.122452	\$ 0.096933	\$ 0.367210
Less severance taxes.....	(0.015988)	(0.015438)	(0.010504)	(0.041930)
Interest income.....	0.000001	0.000001	0.000002	0.000004
Less administration expenses.....	(0.006113)	(0.006100)	(0.032249)	(0.044462)
Reconciling items.....	0.000000	0.000000	0.000000	0.000000
Net cash distribution.....	\$ 0.125725	\$ 0.100915	\$ 0.054182	\$ 0.280822
Cost depletion factors:				
Texas - 90%.....	0.002971	0.001753	0.001260	0.005984
Oklahoma - 90%.....	0.008501	0.009662	0.025957	0.044120
New Mexico - 90%.....	0.006273	0.005698	0.002414	0.014385
Texas - 75%.....	0.000000	0.000000	0.000000	0.000000
Oklahoma - 75%.....	0.001680	0.000000	0.000000	0.001680

Unit holders owning units in nominee name may obtain monthly tax information from the Trustee upon request or from the Trust's web site at www.cft-crossstimbers.com.

Cross Timbers Royalty Trust, 2911 Turtle Creek Blvd, Ste 850, Dallas, TX 75219
855.588.7839 ■ 638/839 ■ Simmons Bank, Trustee ■ www.cft-crossstimbers.com



Cross Timbers Royalty Trust

1st Quarter Report 2022

TO UNITHOLDERS:

For the quarter ended March 31, 2022, net profits income was \$1,951,672 compared to \$1,355,441 for first quarter 2021. This 44% increase in net profits income is primarily the result of increased oil production (\$3.6 million), increased oil and gas prices (\$1.7 million), decreased taxes, transportation and other costs (\$0.1 million), partially offset by net excess costs activity (\$2.9 million), decreased gas production (\$1.1 million), increased development costs (\$0.7 million), and increased production expenses (\$0.1 million).

After considering interest income of \$34 and administration expense of \$266,774, distributable income for the quarter ended March 31, 2022 was \$1,684,932, or \$0.280822 per unit of beneficial interest. Administration expense for the quarter decreased \$49,380 from the prior year quarter, primarily related to the timing of receipt and payment of Trust expenses and terms of professional services. Changes in interest income are attributable to fluctuations in net profits income, expense reserve and interest rates. For first quarter 2021, distributable income was \$1,039,350, or \$0.173225 per unit. Distributions to unitholders for the quarter ended March 31, 2022 were:

Record Date	Payment Date	Distribution Per Unit
January 31, 2022	February 14, 2022	\$ 0.125725
February 28, 2022	March 14, 2022	0.100915
March 31, 2022	April 14, 2022	0.054182
		<u>\$ 0.280822</u>

This letter, and all communications to unitholders, includes information provided to the Trustee by XTO Energy Inc.

Cross Timbers Royalty Trust
By: Simmons Bank, Trustee



By: Nancy Willis
Vice President

CROSS TIMBERS ROYALTY TRUST FINANCIAL STATEMENTS

CONDENSED STATEMENTS OF ASSETS, LIABILITIES AND TRUST CORPUS (UNAUDITED)

	March 31, 2022	December 31, 2021
ASSETS		
Cash and short-term investments	\$ 1,325,079	\$ 1,822,750
Interest to be received	13	24
Net profits interests in oil and gas properties – net	3,212,791	3,266,356
	<u>\$ 4,537,883</u>	<u>\$ 5,089,130</u>
LIABILITIES AND TRUST CORPUS		
Distribution payable to unitholders	\$ 325,092	\$ 822,774
Expense reserve ^(a)	1,000,000	1,000,000
Trust corpus (6,000,000 units of beneficial interest authorized and outstanding)	3,212,791	3,266,356
	<u>\$ 4,537,883</u>	<u>\$ 5,089,130</u>

^(a) Expense reserve allows the Trustee to pay its obligations should it be unable to pay them out of the net profits income. The reserve is currently funded at \$1,000,000.

CONDENSED STATEMENTS OF DISTRIBUTABLE INCOME (UNAUDITED)

	Three Months Ended March 31 2022	March 31 2021
Net profits income	\$ 1,951,672	\$ 1,355,441
Interest income	34	63
Total income	1,951,706	1,355,504
Administration expense	266,774	316,154
Distributable income	<u>\$ 1,684,932</u>	<u>\$ 1,039,350</u>
Distributable income per unit (6,000,000 units)	<u>\$ 0.280822</u>	<u>\$ 0.173225</u>

CONDENSED STATEMENTS OF CHANGES IN TRUST CORPUS (UNAUDITED)

	Three Months Ended March 31 2022	March 31 2021
Trust corpus, beginning of period	\$ 3,266,356	\$ 7,523,065
Amortization of net profits interests	(53,565)	(100,154)
Distributable income	1,684,932	1,039,350
Distributions declared	(1,684,932)	(1,039,350)
Trust corpus, end of period	<u>\$ 3,212,791</u>	<u>\$ 7,422,911</u>

These Condensed Financial Statements should be read in conjunction with the Condensed Financial Statements and notes thereto included in the Trust's quarterly report on Form 10-Q for the quarter ended March 31, 2022.