

# TAX INFORMATION PER UNIT

## Second Quarter Report 2024

	<b>MONTHLY DISTRIBUTIONS PAID ON:</b>		
	<i>(\$/UNIT EXCEPT COST DEPLETION FACTORS)</i>		
	<b>May 14, 2024</b>	<b>June 14, 2024</b>	<b>July 15, 2024</b>
	<b>Total</b>		
Gross Income.....	\$ 0.174075	\$ 0.081150	\$ 0.041562
Less Severance Taxes.....	(0.021972)	(0.010199)	(0.003804)
Interest Income.....	0.000901	0.000736	0.000892
Less Administration Expenses.....	(0.017137)	(0.013435)	(0.008476)
Reconciling Items.....	0.000000	0.000000	0.000000
Net Cash Distribution.....	<u>\$ 0.135867</u>	<u>\$ 0.058252</u>	<u>\$ 0.030174</u>
Cost Depletion Factors:			
Texas - 90%.....	0.007451	0.006118	0.007987
Oklahoma - 90%.....	0.159468	0.027473	(0.001892)
New Mexico - 90%.....	0.008394	0.003225	0.000697
Texas - 75%.....	0.000000	0.000000	0.000000
Oklahoma - 75%.....	0.000000	0.000000	0.000000
			<b>0.021556</b>
			<b>0.185049</b>
			<b>0.012316</b>
			<b>0.000000</b>
			<b>0.000000</b>
			<b>\$ 0.224293</b>

Unitholders owning units in nominee name may obtain monthly tax information from the Trustee upon request or from the Trust's web site at [www.crt-crossstimbers.com](http://www.crt-crossstimbers.com).

Cross Timbers Royalty Trust 3838 Oak Lawn Ave, Suite 1720, Dallas, TX 75219  
855.588.7839 ■ Agent Trust Company, Trustee ■ [www.crt-crossstimbers.com](http://www.crt-crossstimbers.com)



**2<sup>nd</sup>**  
Quarter Report  
**2024**

# Cross Timbers Royalty Trust

## TO UNITHOLDERS:



For the quarter ended June 30, 2024, net profits income was \$1,564,871 compared to \$3,163,059 for second quarter 2023. This 51 percent decrease in net profits income is primarily the result of lower gas prices (\$1.9 million), net excess costs activity (\$0.2 million), increased development costs (\$0.2 million), partially offset by increased gas and oil production (\$0.3 million), decreased taxes, transportation and other costs (\$0.2 million), higher oil prices (\$0.1 million), and decreased production expenses (\$0.1 million).

After considering interest income of \$15,173 and administration expense of \$234,286, distributable income for the quarter ended June 30, 2024, was \$1,345,758, or \$0.224293 per unit of beneficial interest. Administration expense for the quarter increased \$94,832 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 second quarter 2023, distributable income was \$3,040,614, or \$0.506769 per unit.

Distributions to unitholders for the quarter ended June 30, 2024, were:

Record Date	Payment Date	Distribution Per Unit
April 30, 2024	May 14, 2024	\$ 0.135867
May 31, 2024	June 14, 2024	0.058252
June 28, 2024	July 15, 2024	0.030174
		<u>\$ 0.224293</u>

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

**Cross Timbers Royalty Trust**

**By: Argent Trust Company, Trustee**

**By: Nancy Willis**

**Director of Royalty Trust Services**

## CROSS TIMBERS ROYALTY TRUST FINANCIAL STATEMENTS

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

	June 30, 2024	December 31, 2023
<b>ASSETS</b>		
Cash and short-term investments .....	\$ 1,175,691	\$ 1,852,320
Interest to be received.....	5,353	5,062
Net profits interests in oil and gas properties – net.....	2,550,725	2,671,583
	<u>\$ 3,731,769</u>	<u>\$ 4,528,965</u>
<b>LIABILITIES AND TRUST CORPUS</b>		
Distribution payable to unitholders .....	\$ 181,044	\$ 857,382
Expense reserve <sup>(a)</sup> .....	1,000,000	1,000,000
Trust corpus (6,000,000 units of beneficial interest authorized and outstanding) .....	2,550,725	2,671,583
	<u>\$ 3,731,769</u>	<u>\$ 4,528,965</u>

<sup>(a)</sup> 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 June 30		Six Months Ended June 30	
	2024	2023	2024	2023
Net profits income .....	\$1,564,871	\$ 3,163,059	\$ 3,402,612	\$ 7,075,763
Interest income.....	15,173	17,009	32,146	31,347
Total income.....	1,580,044	3,180,068	3,434,758	7,107,110
Administration expense.....	234,286	139,454	595,786	427,298
Distributable income.....	<u>\$1,345,758</u>	<u>\$ 3,040,614</u>	<u>\$2,838,972</u>	<u>\$ 6,679,812</u>
Distributable income per unit (6,000,000 units).....	<u>\$ 0.224293</u>	<u>\$ 0.506769</u>	<u>\$ 0.473162</u>	<u>\$ 1.113302</u>

### CONDENSED STATEMENTS OF CHANGES IN TRUST CORPUS (UNAUDITED)

	Three Months Ended June 30		Six Months Ended June 30	
	2024	2023	2024	2023
Trust corpus, beginning of period .....	\$2,620,517	\$ 2,832,930	\$2,671,583	\$ 2,961,955
Amortization of net profits interests .....	(69,792)	(45,292)	(120,858)	(174,317)
Distributable income.....	1,345,758	3,040,614	2,838,972	6,679,812
Distributions declared.....	(1,345,758)	(3,040,614)	(2,838,972)	(6,679,812)
Trust corpus, end of period .....	<u>\$2,550,725</u>	<u>\$ 2,787,638</u>	<u>\$2,550,725</u>	<u>\$ 2,787,638</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 June 30, 2024.