

1099 FREQUENTLY ASKED QUESTIONS

Mailing Address:

XCL Resources
 Attn: Accounting or Owner Relations
 600 N Shepherd Dr Suite 390
 Houston TX 77007

Website: <https://www.xclresources.com>

<i>When will I receive my 2023 1099 from XCL Resources?</i>	1099s will be mailed to address on file with XCL by January 31 st 2024
<i>What are the minimum amounts for which 1099s are issued for 2023?</i>	Minimum amounts for issuance: <ul style="list-style-type: none"> • Rental Payments \$600 • Royalty Payments \$10 • Non-Employee Compensation/Gross Working Interest \$600
<i>What do the numbers on my 1099-MISC represent?</i>	<p>Box 1: Rents – Monies paid for lease bonus and right-of-way payments</p> <p>Box 2: Royalties – Gross payments made on production or minimum royalties</p> <p>Box 3: Other – Damages or water usage payments</p>
<i>What do the numbers on my 1099-NEC represent?</i>	Box 1: Nonemployee Compensation - Nonemployee compensation for services and working interest oil and gas payments
<i>Why does the amount in Box 2 does not equal the amount deposited?</i>	XCL Resources is required to report your GROSS royalty amounts paid to the IRS. Your disbursements made during the year are net of production – i.e. the related deductions and taxes.
<i>What does Box 16 represent?</i>	Box 16 ‘State Tax Withheld’ represents your backup withholding amount, which is required for XCL to withhold for Utah State Withholding Taxes. This amount will match Box 6 on your form TC-675R if you are a Utah resident.
<i>I received my December 2023 royalty check in January 2024, why is it on my 2023 1099?</i>	The IRS utilizes the “Constructive Receipt” Doctrine. As such, payments issued by XCL Resources in 2023 are included on your 2023 1099.
<i>Can XCL Resources withhold Federal Taxes from my checks?</i>	XCL Resources does not withhold Federal Taxes unless required by statute.
<i>What is XCL Resource’s UT Payer ID Number?</i>	14766395003WMP

<p>How do I update my current mailing address to receive my 1099?</p>	<p>All change of address requires a written request. You can email the completed form to ownerrelations@xclresources.com</p> <p>The change of address form is available on XCL website at https://www.xclresources.com/owner-relations</p>
<p>What is a TC-675R form and why am I receiving it?</p>	<p>A TC-675R form is the state of Utah’s mineral production withholding template that oil and gas producers must provide to Utah residents. This form will have the XCL Resources Utah Producer Number listed in Box 3 (which is an 11-digit number followed by the letters “WMP”), your GROSS payment information listed in Box 5, and your Utah State Severance Tax withheld on mineral production in Box 6.</p>
<p>How will the 1099s be sent?</p>	<p>1099s are mailed through the United States Postal System.</p>
<p>How do I receive another copy of my 1099?</p>	<p>Email: xcl@ownerrelationssupport.com (preferred) Phone: 855-556-4438</p>
<p>If I receive payments by ACH, how will I receive my 1099?</p>	<p>Your 1099 will be mailed by USPS. If your address has changed since you requested ACH, please make sure to provide XCL with a written change of address.</p>
<p>I need a revised 1099. Who do I contact?</p>	<p>Email: xcl@ownerrelationssupport.com (preferred) Phone: 855-556-4438</p>
<p>I still have questions on my 1099, who can I contact?</p>	<p>Email: xcl@ownerrelationssupport.com (preferred) Phone: 855-556-4438</p>
<p>Where can I find more information on 1099s?</p>	<p>Visit the IRS website at www.irs.gov</p>

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