



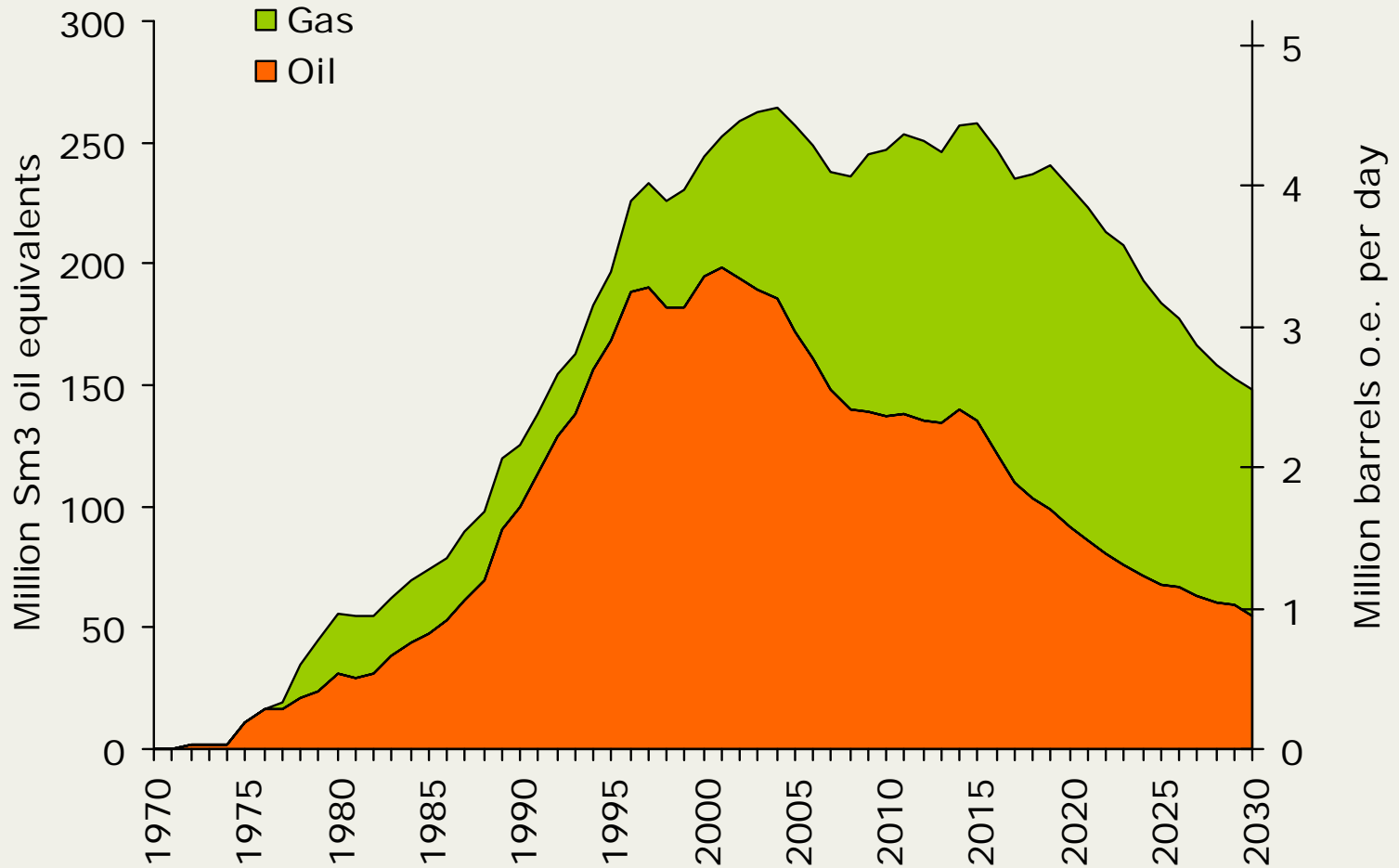
NORWEGIAN MINISTRY OF FINANCE

Norwegian Petroleum Tax Policy

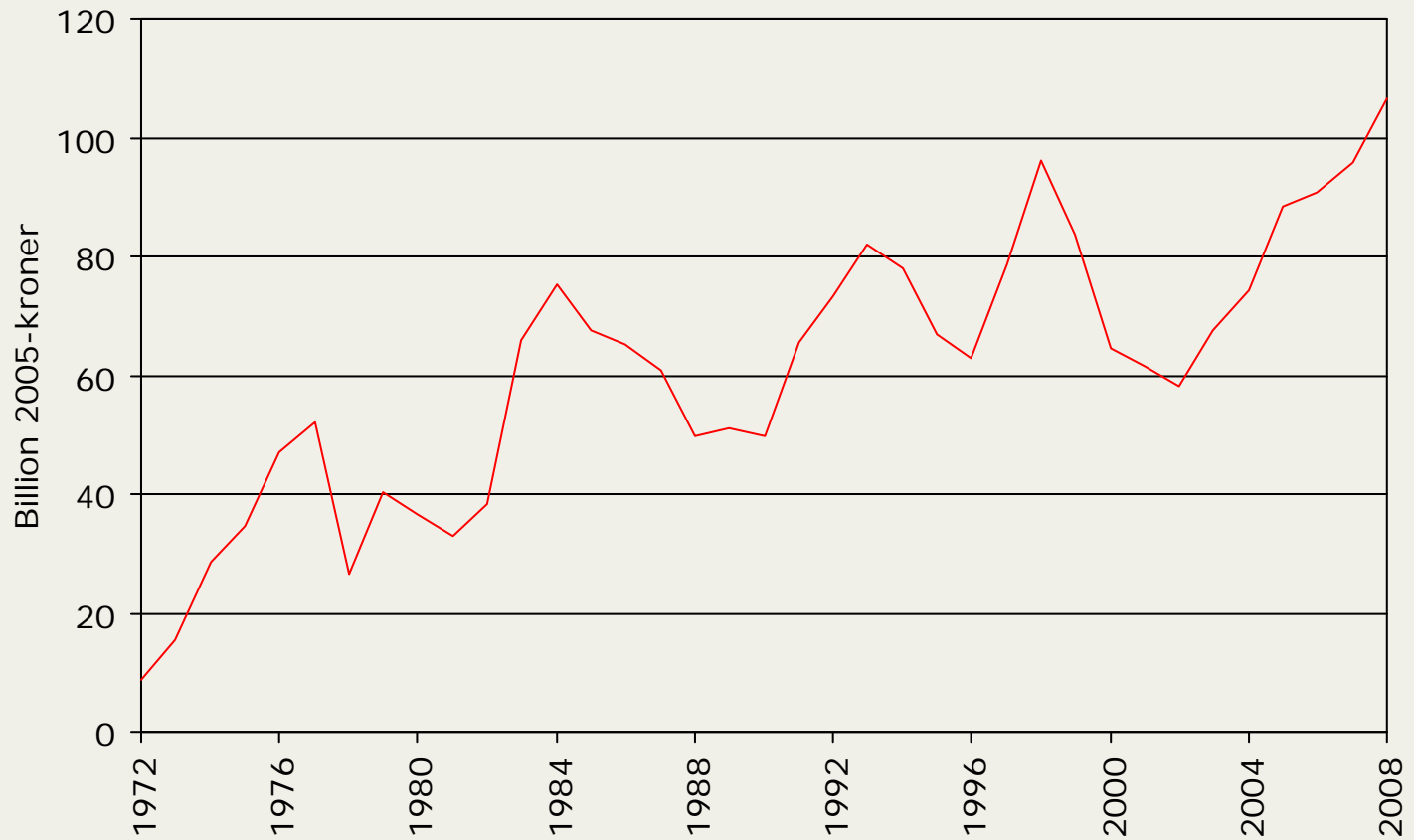
*The 19th International Petroleum Tax Conference
Oslo 29. October 2008*

by State Secretary Geir Axelsen, Norwegian Ministry of Finance

Petroleum Production on the NCS

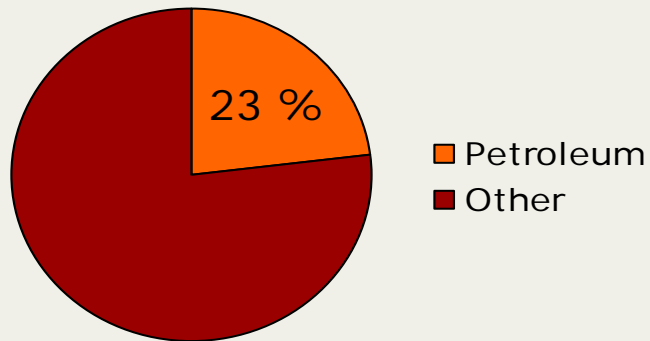


Gross Investments in Extraction and Pipelines

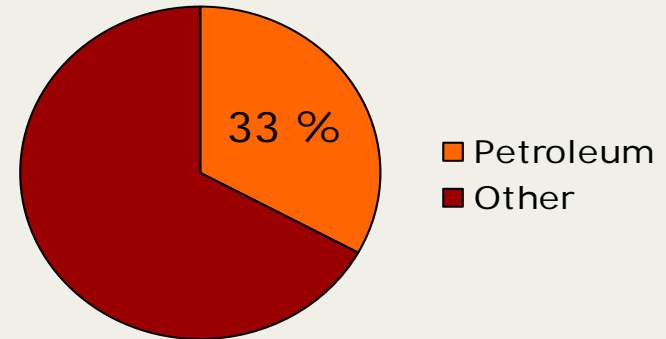


Macroeconomic Indicators 2007

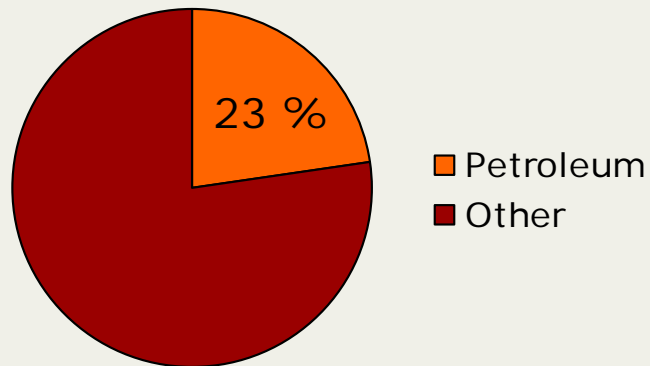
Share of GDP



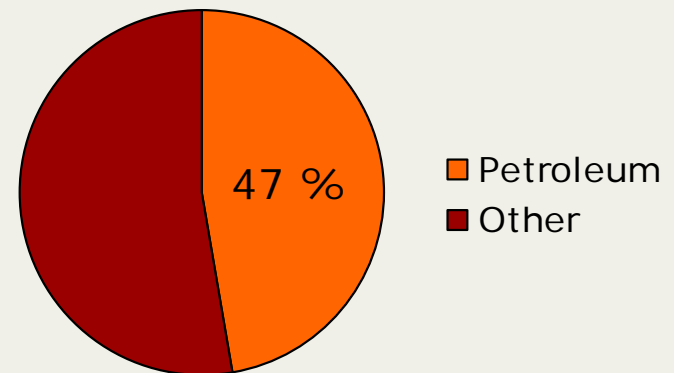
Share of government revenues



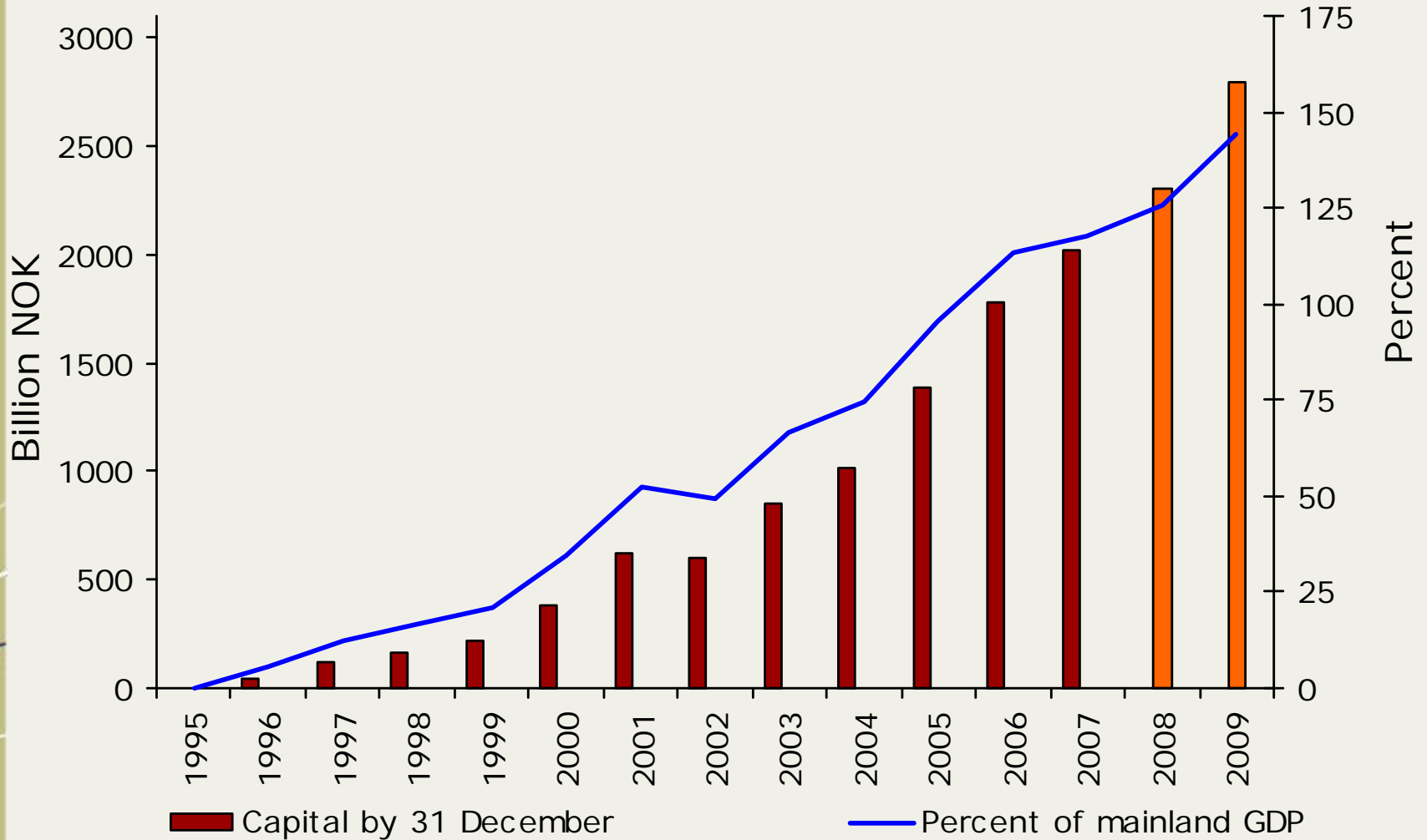
Share of investments



Share of exports



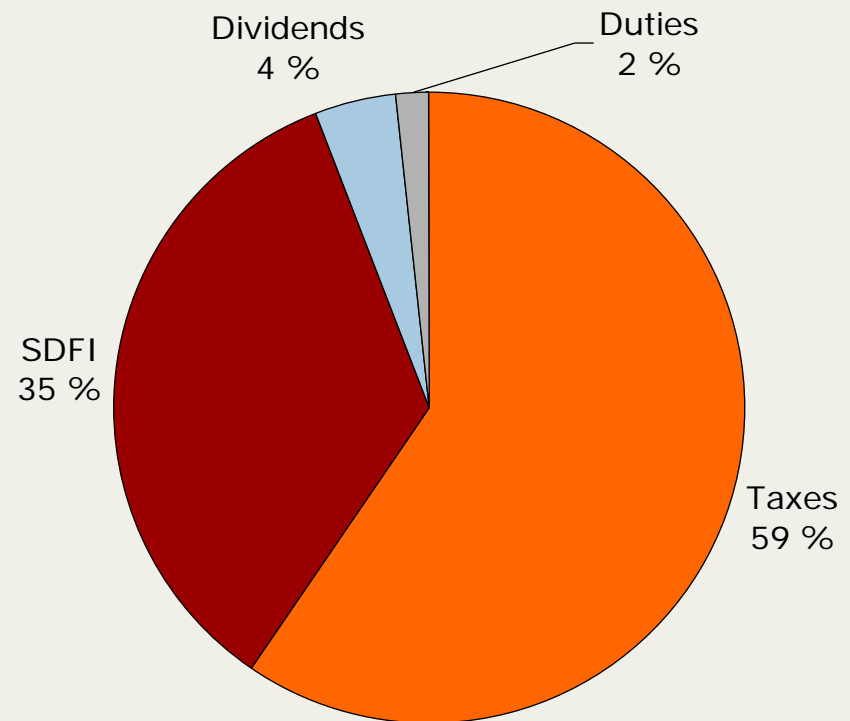
The Government Pension Fund – Global



The Government Take Instruments in Norway

- Ordinary profit tax
(tax rate 28 pct.)
- Special petroleum tax
(tax rate 50 pct.)
- State Direct Financial
Interest (SDFI)
- Dividend from StatoilHydro
- Duties: CO₂-tax, NO_x-tax
and area fee

Distribution of Tax Revenue 2007



The Petroleum Tax System

Sales income (norm prices)

- Operating costs
 - Capital depreciation (16,7 pct. over 6 years)
 - Financial costs (asset-debt-ratio)
 - (Deficits from previous years)
- = Ordinary tax base liable to 28 pct. tax
- Uplift (investment based extra depreciation, 7,5 pct. 4 years)
 - (Excess uplift from previous years)
- = Tax base liable to 50 pct. tax

Petroleum Tax System and Volatile Oil Prices

