

Marine Petroleum Trust

3838 Oak Lawn Avenue, Suite 1720, Dallas, Texas 75219

February 2025

2024 TAX INFORMATION FOR UNITHOLDERS

Trust's TIN 75-6008017

CUSIP #56842310

This material is provided to assist individual unitholders in the preparation of their 2024 federal income tax returns with respect to income from Marine Petroleum Trust (the "Trust"). The income from oil and gas royalties has been reported to the Internal Revenue Service ("IRS") as royalties on Form 1099-MISC and the dividends received from Marine Petroleum Corporation have been reported on Form 1099-DIV. Copies of these forms have been mailed to the registered unitholder.

If units were not owned during the 2024 calendar year, Form 1099-MISC and Form 1099-DIV will not be sent to the IRS or the unitholder and this material can be disregarded.

If more information is required, please contact the Argent Trust Company (the "Trustee") at (855) 588-7839.

GENERAL

Under current law, (i) the Trust should be treated as a grantor trust for federal income tax purposes and the income of the Trust should be taxable to the unitholders as if the amounts owed or paid to the Trust were owed or paid directly to the unitholders pro rata and (ii) each unitholder reports items of income, deduction, and credit based on a unitholder's tax status and applicable facts (including the adjusted cost basis in units of beneficial interest). The IRS has issued private letter rulings and technical advice memoranda indicating that royal trusts similar to the Trust are taxable as grantor trusts. However, no rulings have been issued to the Trust and private letter rulings issued to other taxpayers do not bind the IRS in connection with the Trust. Hence, there can be no assurance that the IRS will not challenge this treatment. Therefore, each unitholder should discuss the tax consequences of owning units with their tax advisor. Each unitholder should also consult their tax advisor regarding any state or local tax consequences of owning units.

DIVIDEND INCOME

Using the figures in Table A, an individual unitholder will enter dividends received from Marine Petroleum Corporation on Schedule B of Form 1040. These dividends are Qualified Dividends as defined in the Internal Revenue Code (the "Code").

ROYALTY INCOME AND DEDUCTION

Using the figures in Table A, an individual unitholder will enter income and administrative expenses on Schedule E (Form 1040). The figures given in Table A are on a per unit basis; therefore, to determine royalty income and deductions, multiply

these per unit amounts by the number of units owned. Use the figures in the “Total” column for units owned during the entire year; otherwise, use the sum of the figures that correspond to each record date of distribution on which units were owned. Pages E-1 through E-8 of the IRS Instructions for Form 1040 Schedule E should be followed.

PORTFOLIO INCOME

The Code imposes limitations on losses and credits derived from passive activities that can be claimed by individuals, estates, trusts, and certain corporations. Passive activity losses and credits that can be claimed are generally limited to the amount of income derived from all passive activities. Royalty income is considered portfolio income and not income derived from a passive entity. Therefore, a unitholder may not offset royalty income derived from the Trust with losses and credits derived from passive activities. Each unitholder should consult their tax advisor for further information.

DEPLETION DEDUCTION

A unitholder’s deduction for depletion will be the greater of cost depletion based on their basis in the units or, under certain circumstances, percentage depletion. The deduction is entered on line 18, Part I of Schedule E (Form 1040). Unitholders should attach a schedule to their tax return explaining the computation of the deduction.

1. Cost Method

To calculate the 2024 deduction under the cost method, multiply the remaining basis in units owned (cost of units less all depletion deductions under either the cost depletion or percentage depletion method for prior years) on January 1, 2024 by 7.22%. Do not use the 7.22% factor if units were owned for only a portion of 2024; instead, use the total of the percentages in Table B corresponding to each record date of distribution on which units were owned.

The 7.22% factor has been provided by the Trustee, based upon its study of the most accurate and reliable information available to the Trust. The factor is arrived at by dividing the Trust’s share of oil and gas sold in 2024 by the Trust’s share of the total estimated quantity of oil and gas expected to be sold from those properties after January 1, 2024.

The volumes of oil and gas sold (per unit of beneficial interest) in 2024 are presented in Table C and were used to calculate the cost depletion factors in Table B.

2. Percentage Method

If available, percentage depletion deduction for 2024 is equal to 15% of the gross income attributable to a royalty, limited to a maximum depletable quantity of 1,000 barrels of oil or 6 million cubic feet of gas per day, or a statutory equivalent combination of both. Table C reflects the quantity of oil and gas sold per unit of beneficial interest in 2024. Percentage depletion is not allowable on any “proven property” acquired after December 31, 1974, and on or before October 11, 1990. Therefore, percentage depletion will be available for units purchased before December 31, 1974, and after October 11, 1990, assuming the unitholder meets the other requirements for percentage depletion. Unitholders should consult their tax advisors regarding their eligibility for, and the computation of, the percentage depletion.

MARINE PETROLEUM TRUST 2024 TAX INFORMATION TABLES

TABLE A -- INCOME & DEDUCTIONS -- 2024

(In Dollars per Unit)

EIN# 75-6008017; CUSIP# 56842310

Distribution Record Dates

	2/29/2024	5/31/2024	8/30/2024	11/29/2024	Total	ENTER ON IRS FORM 1040
Royalty income from:						
Oil royalties	0.118053	0.106214	0.115553	0.130662	0.470482	
Gas royalties	0.003596	0.001681	0.008015	0.006051	0.019343	
Total oil & gas royalties	0.121648	0.107896	0.123568	0.136713	0.489825	Schedule E, Part 1, Line 4
Qualified dividends	0.002450	0.002222	0.002542	0.002815	0.010029	Schedule B, Part II, Line 5
Deductions entered on Schedule E:						
Administrative expense	0.022488	0.054156	0.031223	0.036604	0.144471	Schedule E, Part 1, Line 19
Cash distributed	0.101611	0.055961	0.094887	0.102924	0.355383	

TABLE B -- COST DEPLETION PERCENTAGES

Record Date of Distribution	Depletion Percentage
2/29/2024	1.52%
5/31/2024	1.61%
8/30/2024	1.83%
11/29/2024	2.26%
Total	7.22%

TABLE C -- PRODUCTION QUANTITIES

Record Date of Distribution	Oil (bbls) per unit	Gas (Incl Plant Prod) (mcf) per unit
2/29/2024	0.001393	0.003118
5/31/2024	0.001415	0.003652
8/30/2024	0.001449	0.005118
11/29/2024	0.001636	0.007252
Total	0.005893	0.019140