

Subject: : Conservation

Topic: : We won't see profits from Shale Gas.

Re: We won't see profits from Shale Gas.

Author: : ryguyfi

Date: : 2013/10/16 14:03:57

URL:

Quote:

geebee wrote:

Quote:

franklin wrote:

Americans do see earnings from the gas and exportation.

Those who own producing land are getting royalties.

Those who own stock or get income from invested pension plans profit.

Some state agencies are getting royalties which are being reinvested into resources. (PFBC and PGC being examples)

very little.

royalties are typically 1 to 2 cents on the dollar.

very few Americans own overseas stocks even through Mutual funds or ETF's.

and the vast majority of land owners cannot sell the land afterwards due to the liability for contamination which has no statute of limitations.

you know the largest owner of Marcellus Shale land right now ? - the Royal Bank of Scotland.

PSU found that outside of the top 10 corporate PA landowners, just 0.5% of PA Shale lands are owned by PA residents, all else is owned by outside legal entities.

to think that this widely benefits individual Americans is just laughable.

The legal minimum of royalties for property owners is 12.5%. Most leases negotiated in the last 2 years are closer to 18%.

I'd like to see the information saying that .5% of leased property is owned by pa residents. From my experience in this industry working with property owners 1 on 1 I find this extremely hard to believe, especially seeing first hand where the wells are and seeing residential property right around them.

At one point recently (not sure if it changed) Mr AJ Palumbo was the largest individual property owner in the state of Pennsylvania and he was making 1mil a month in royalty income.