

Tax Information Per Unit

First Quarter Report 2020

	MONTHLY DISTRIBUTIONS PAID ON: (\$/UNIT EXCEPT COST DEPLETION FACTORS)			
	February 14, 2020	March 13, 2020	April 14, 2020	Total
Gross Income	\$ 0.137576	\$ 0.116400	\$ 0.120331	\$ 0.374307
Less Severance Taxes	(0.017919)	(0.006614)	(0.012521)	(0.037054)
Interest Income	0.000237	0.000248	0.000231	0.000716
Less Administration Expenses	(0.015717)	(0.004041)	(0.016722)	(0.036480)
Reconciling Items	0.000000	0.000000	0.000000	0.000000
NET CASH DISTRIBUTION	\$ 0.104177	\$ 0.105993	\$ 0.091319	\$ 0.301489
Cost Depletion Factors:				
Texas - 90%	0.004125	0.002812	0.003335	0.010272
Oklahoma - 90%	0.012968	0.011501	0.013508	0.037977
New Mexico - 90%	0.004753	0.006109	0.004331	0.015193
Texas - 75%	0.000000	0.000000	0.000000	0.000000
Oklahoma - 75%	0.021431	0.019602	0.013062	0.054095

Unit holders 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-cross timbers.com.

Cross Timbers Royalty Trust 2911 Turtle Creek Blvd, Ste 850, Dallas, TX 75219
855.588.7839 ■ Simmons Bank, Trustee ■ www.crt-cross timbers.com



To Unitholders:

For the quarter ended March 31, 2020, net profits income was \$2,023,519 compared to \$1,335,885 for first quarter 2019. This 51% increase in net profits income is primarily the result of increased oil and gas production (\$0.3 million), increased oil prices (\$0.2 million), decreased taxes, transportation and other costs (\$0.2 million), net excess costs activity (\$0.1 million), and decreased development costs (\$0.1 million), partially offset by decreased gas prices (\$0.2 million) and increased overhead (\$0.1 million).

After considering interest income of \$4,293 and administration expense of \$218,878, distributable income for the quarter ended March 31, 2020 was \$1,808,934, or \$0.301489 per unit of beneficial interest. Administration expense for the quarter decreased \$40,694 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 and interest rates. For first quarter 2019, distributable income was \$1,083,084, or \$0.180514 per unit. Distributions to unitholders for the quarter ended March 31, 2020 were:

Record Date	Payment Date	Distribution Per Unit
January 31, 2020	February 14, 2020	\$ 0.104177
February 28, 2020	March 13, 2020	0.105993
March 31, 2020	April 14, 2020	0.091319
		<u>\$ 0.301489</u>

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

Cross Timbers Royalty Trust

By: Simmons Bank, Trustee



By: Nancy Willis
Vice President

Cross Timbers Royalty Trust Financial Statements

Condensed Statements of Assets, Liabilities and Trust Corpus (unaudited)

	March 31, 2020	December 31, 2019
ASSETS		
Cash and Short-Term Investments.....	\$ 1,546,529	\$ 1,501,398
Interest to be Received	1,385	1,642
Net Profits Interests in Oil and Gas Properties – Net	7,858,632	8,161,795
	<u>\$ 9,406,546</u>	<u>\$ 9,664,835</u>
LIABILITIES AND TRUST CORPUS		
Distribution Payable to Unitholders	\$ 547,914	\$ 503,040
Expense Reserve ^(a)	1,000,000	1,000,000
Trust Corpus (6,000,000 Units of Beneficial Interest Authorized and Outstanding)	7,858,632	8,161,795
	<u>\$ 9,406,546</u>	<u>\$ 9,664,835</u>

^(a) 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 March 31 2020	Three Months Ended March 31 2019
Net Profits Income.....	\$ 2,023,519	\$ 1,335,885
Interest Income	4,293	6,771
TOTAL INCOME	2,027,812	1,342,656
Administration Expense	218,878	259,572
Distributable Income.....	<u>\$ 1,808,934</u>	<u>\$ 1,083,084</u>
Distributable Income per Unit (6,000,000 Units)	<u>\$ 0.301489</u>	<u>\$ 0.180514</u>

Condensed Statements of Changes in Trust Corpus (Unaudited)

	Three Months Ended March 31 2020	Three Months Ended March 31 2019
Trust Corpus, Beginning of Period	\$ 8,161,795	\$ 8,526,512
Amortization of Net Profits Interests.....	(303,163)	(88,815)
Distributable Income.....	1,808,934	1,083,084
Distributions Declared.....	(1,808,934)	(1,083,084)
Trust Corpus, End of Period.....	<u>\$ 7,858,632</u>	<u>\$ 8,437,697</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 March 31, 2020.