

Elmworth - 1

- 1 sections of land – Crown
- 100% working interest

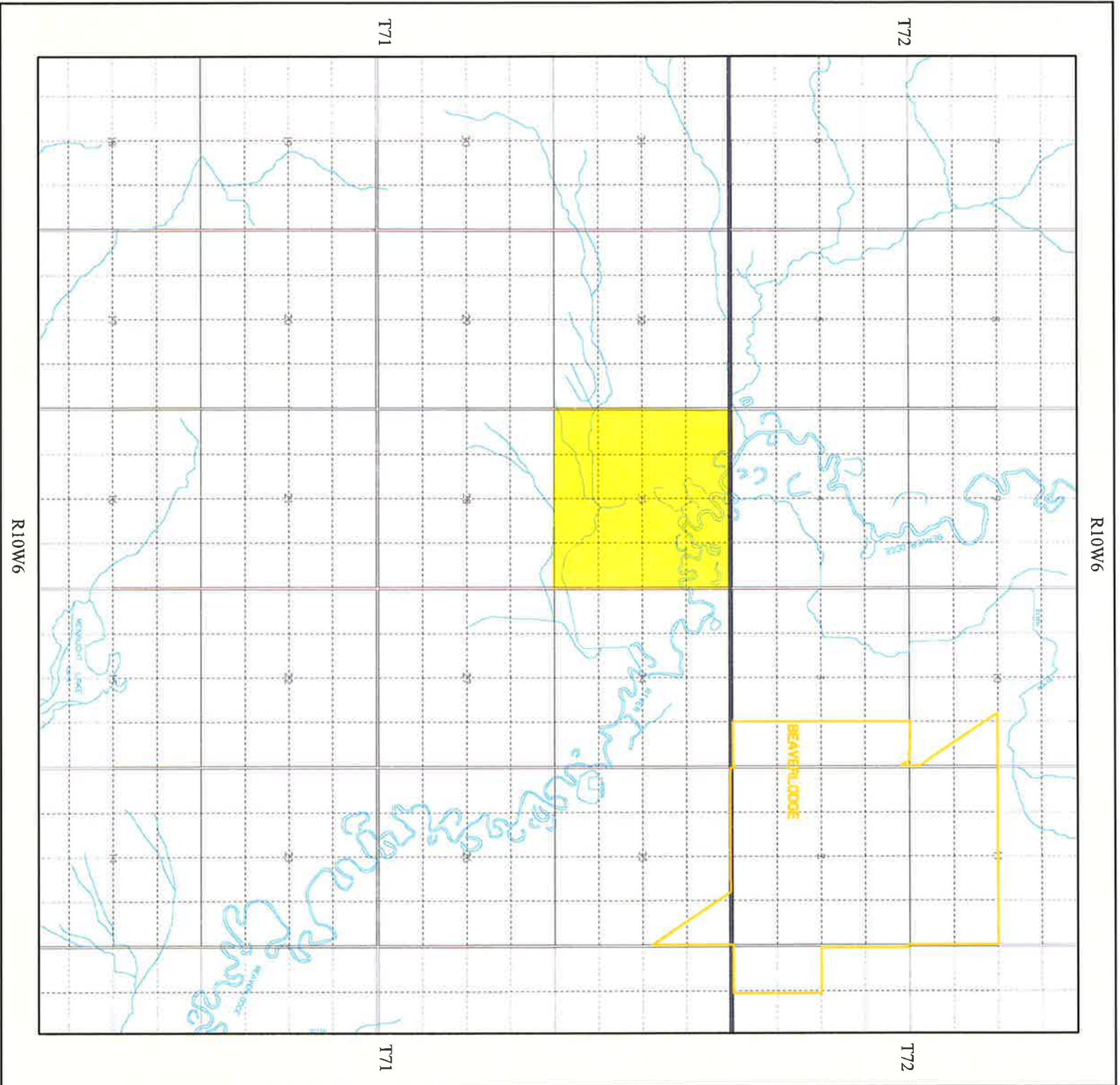
Attached is a property report indicating all title information, lands, working interest and encumbrances along with a map outlining our land position. There is no seismic or show and tell available. Offers are to be submitted to the attention of the undersigned.

Progress reserves the right to decline any and all offers, and to negotiate with any company it so chooses.

If you wish to discuss this matter further please do not hesitate to contact the Area Landman, their contact information is below.

David Griep
Senior Landman
Progress Exploration Partnership 2009

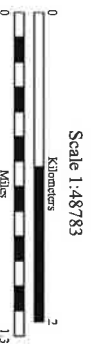
Phone: 403-539-1778
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Email: dgriep@progressenergy.com



Progress Energy

ELMWORTH - 1

<p>Created in ArcMap™ Product of HES Datum: NAD27 Vol 21 No. 10, Nov. 4 2011 (403) 770-4046</p>	<p>Author: Landa Johnson Date: December 2, 2011 Scale: 1:48783 Projection: Stereographic Center: N55 18'38" W119 46'56"</p>
<p>Grid Information: GCS: NAD83 Data Source: Theoretical Grid PRS: Theoretical Grid MTS: Theoretical Grid PPS: Theoretical Grid LIS: HES LIS Grid</p>	<p>DLS Version Information: DE: PR8 2.0 BK: STS 2.5 MR: M1.07</p>



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**PROGRESS ENERGY
 Mineral Property Report**

ELMWORTH - 1

File Number	Lse Type	Lessor Type	Exposure	Oper. Cont.	ROFR	DOI Code	Lease Description / Rights Held
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)	*	*	
M-06486	PNGL	CR	256.000			WI	Area : ELMWORTH
Sub: A	WI		256.000	PEP2009		100.00000000	TWP 71 RGE 10 W6M SEC 33
A	5408100991		256.000				ALL PNG
	PEP2009			Total Rental:	896.00		
100.00000000	PEL						----- Related Contracts -----
							C-03139 A CONTRIBUT Jan 15, 2009
	Status		Hectares	Net		Hectares	Net
	UNDEVELOPED	Dev:	0.000	0.000	Undev:	256.000	256.000

Royalty / Encumbrances

Royalty Type	Product Type	Sliding Scale	Convertible	% of Prod/Sales
CROWN SLIDING SCALE	ALL	Y	N	100.00000000 % of PROD
Roy Percent:				
Deduction: STANDARD				
Gas: Royalty:		Min Pay:		Prod/Sales:
S/S OIL: Min:	Max:	Div:		Prod/Sales:
Other Percent:		Min:		Prod/Sales:

Report Date: Dec 02, 2011
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**PROGRESS ENERGY
 Mineral Property Report**

ELMWORTH - 1

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	Lease Description / Rights Held		
File Status	Int Type / Lse No/Name		Gross						
Mineral Int	Operator / Payor		Net	Doi Partner(s)		*	*		
Report Total:		Total Gross:	256.000	Total Net:		256.000			
		Dev Gross:	0.000	Dev Net:		0.000	Undev Gross :	256.000	Undev Net : 256.000

** End of Report **