

**TWP 67 – 69 RGE 5 – 7W6**  
**BELOW BASE HALFWAY**

- 58 sections of land – Crown
- 70% - 100% working interest
- 14,848 Gross Hectares and 14,771.2 Net Hectares

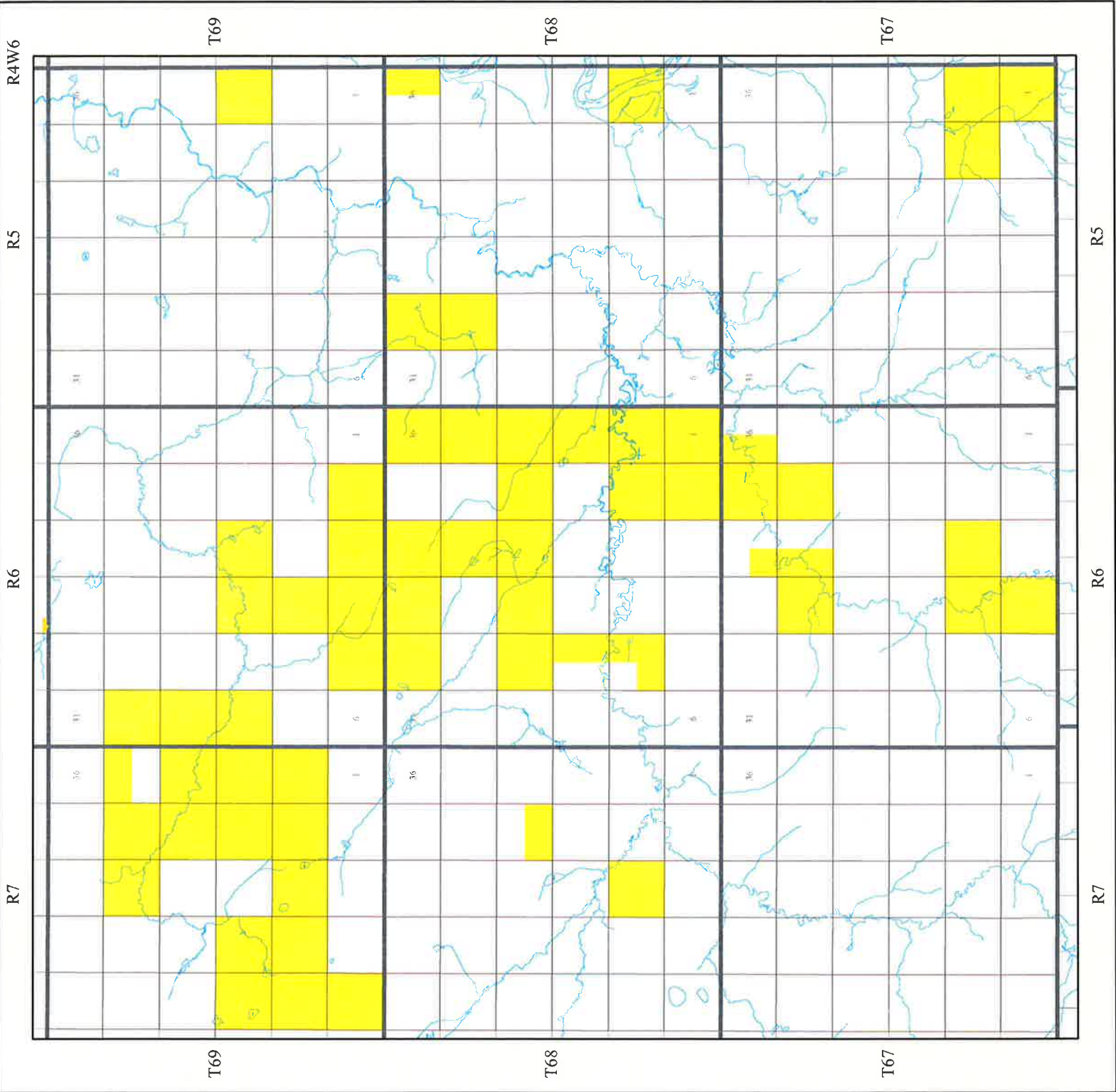
Attached is a property report indicating all title information, lands, working interest and encumbrances along with a map outlining our land position. Progress is looking only to dispose of their interest as to PNG rights Below Base Halfway. There is no seismic or show and tell available. Offers are 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 below.

David Griep  
Senior Landman  
Progress Exploration Partnership 2009

Phone: 403-539-1778  
Fax: 403-216-2514  
Email: [dgriep@progressenergy.com](mailto:dgriep@progressenergy.com)



<b>Progress Energy</b>	
<b>TWP 67-69 RGE 5-7 W6</b>	
 <small>Copyright © 1999-2011</small>	<small>Created in ArcMap™</small> <small>Product of GIS</small> <small>Datum: NAD27</small> <small>Vol. 21 No. 12, Dec 13 2011</small> <small>(602) 776-6646</small>
	<small>Author: Lisa Vincent</small> <small>Date: January 25, 2012</small> <small>File: TWP 67-69 RGE 5-7 W6.MAP</small> <small>Scale: 1:154917</small> <small>Projection: NAD 83 UTM Zone 18N</small> <small>Center: NS4 890353 WJ18 82499</small>
<small>Grid Information:</small> <small>DLS: BRS Enhanced Grid</small> <small>NAD: Theoretical Grid</small> <small>PCS: UTM Zone 18N</small> <small>Units: Meter</small> <small>Authority: ITRF US Grid</small>	

Scale 1:154917



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**PROGRESS ENERGY  
 Mineral Property Report**

**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

File Number File Status Mineral Int	Lse Type Int Type / Lse No/Name Operator / Payor	Lessor Type	Exposure Gross Net	Oper.Cont. Doi Partner(s)	ROFR	DOI Code	Lease Description / Rights Held	
M-06518 Sub: A A 100.00000000	PNGL WI 5408110285 PEP2009 PEL	CR	256.000 256.000 256.000	Eff: Nov 20, 2008 Exp: Nov 19, 2012	PEP2009	WI 100.00000000	Area : GOLD CREEK TWP 67 RGE 5 W6M SEC 1 PNG BELOW BASE BLUESKY-BULLHEAD	
				Total Rental:	896.00			
<b>Related Contracts</b>								
		C-03139 A	CONTRIBUT					Jan 15, 2009
<b>Status</b>		<b>Dev:</b>	<b>Hectares</b>	<b>Net</b>	<b>Undev:</b>	<b>Hectares</b>	<b>Net</b>	
UNDEVELOPED			0.000	0.000		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
<b>Roy Percent:</b>				
<b>Deduction:</b>	STANDARD			
<b>Gas Royalty:</b>		<b>Min Pay:</b>		<b>Prod/Sales:</b>
<b>S/S OIL: Min:</b>	<b>Max:</b>	<b>Div:</b>		<b>Prod/Sales:</b>
<b>Other Percent:</b>		<b>Min:</b>		<b>Prod/Sales:</b>

M-06519 Sub: A A 100.00000000	PNGL WI 5408110287 PEP2009 PEL	CR	256.000 256.000 256.000	Eff: Nov 20, 2008 Exp: Nov 19, 2012	PEP2009	WI 100.00000000	Area : GOLD CREEK TWP 67 RGE 5 W6M SEC 11 PNG BELOW BASE BLUESKY-BULLHEAD	
				Total Rental:	896.00			
<b>Related Contracts</b>								
		C-03139 A	CONTRIBUT					Jan 15, 2009
<b>Status</b>		<b>Dev:</b>	<b>Hectares</b>	<b>Net</b>	<b>Undev:</b>	<b>Hectares</b>	<b>Net</b>	
UNDEVELOPED			0.000	0.000		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
<b>Roy Percent:</b>				
<b>Deduction:</b>	STANDARD			
<b>Gas Royalty:</b>		<b>Min Pay:</b>		<b>Prod/Sales:</b>
<b>S/S OIL: Min:</b>	<b>Max:</b>	<b>Div:</b>		<b>Prod/Sales:</b>
<b>Other Percent:</b>		<b>Min:</b>		<b>Prod/Sales:</b>

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**PROGRESS ENERGY  
 Mineral Property Report**

**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)			Lease Description / Rights Held

(cont'd)

M-06520	PNG	CR	Eff: Nov 20, 2008	256.000		WI	Area : GOLD CREEK
Sub: A	WI		Exp: Nov 19, 2012	256.000	PEP2009	100.00000000	TWP 67 RGE 5 W6M SEC 12
A	5408110288			256.000			PNG BELOW BASE BLUESKY-BULLHEAD
	PEP2009				Total Rental: 896.00		
100.00000000	PEL						<b>Related Contracts</b>
							C-03139 A CONTRIBUT Jan 15, 2009

Status	Dev:	Hectares	Net	Undev:	Hectares	Net
UNDEVELOPED		0.000	0.000		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
<b>Roy Percent:</b>				
<b>Deduction:</b> STANDARD				
<b>Gas: Royalty:</b>		<b>Min Pay:</b>		<b>Prod/Sales:</b>
<b>S/S OIL: Min:</b>	<b>Max:</b>	<b>Div:</b>		<b>Prod/Sales:</b>
<b>Other Percent:</b>		<b>Min:</b>		<b>Prod/Sales:</b>

M-06396	PNG	CR	Eff: Jul 24, 2008	256.000		WI	Area : GOLD CREEK
Sub: A	WI		Exp: Jul 23, 2013	256.000	PEP2009	100.00000000	TWP 67 RGE 6 W6M SEC 4
A	0508070525			256.000			PNG BELOW BASE BLUESKY-BULLHEAD
	PEP2009				Total Rental: 896.00		
100.00000000	PEL						<b>Related Contracts</b>
							C-03139 A CONTRIBUT Jan 15, 2009

Status	Dev:	Hectares	Net	Undev:	Hectares	Net
UNDEVELOPED		0.000	0.000		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
<b>Roy Percent:</b>				
<b>Deduction:</b> STANDARD				

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**PROGRESS ENERGY  
 Mineral Property Report**

**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

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

(cont'd)

M-06396	A	Gas: Royalty:		Min Pay:		Prod/Sales:	
		S/S OIL: Min:	Max:	Div:		Prod/Sales:	
		Other Percent:		Min:		Prod/Sales:	

M-06397	PNG	CR	Eff: Jul 24, 2008	256.000		WI	Area : GOLD CREEK
Sub: A	WI		Exp: Jul 23, 2013	256.000	PEP2009	100.00000000	TWP 67 RGE 6 W6M SEC 9
A	0508070526			256.000			PNG BELOW BASE BLUESKY-BULLHEAD
	PEP2009				Total Rental: 896.00		
100.00000000	PEL						<b>Related Contracts</b>
							C-03139 A CONTRIBUT Jan 15, 2009
	<b>Status</b>		<b>Hectares</b>	<b>Net</b>		<b>Hectares</b>	<b>Net</b>
	UNDEVELOPED	<b>Dev:</b>	0.000	0.000	<b>Undev:</b>	256.000	256.000

**Royalty / Encumbrances**

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

M-07220	PNG	CR	Eff: Nov 18, 2010	256.000		WI	Area : GOLD CREEK
Sub: A	WI		Exp: Nov 17, 2015	256.000	PEP2009	100.00000000	TWP 67 RGE 6 W6M SEC 10
A	0510110163			256.000			PNG BELOW BASE HALFWAY
	PEP2009				Total Rental: 896.00		
100.00000000	PEL						<b>Related Contracts</b>
							C-03550 L CONTRIBUT Jan 01, 2010
	<b>Status</b>		<b>Hectares</b>	<b>Net</b>		<b>Hectares</b>	<b>Net</b>
	UNDEVELOPED	<b>Dev:</b>	0.000	0.000	<b>Undev:</b>	256.000	256.000

**Royalty / Encumbrances**

<b>Royalty Type</b>	<b>Product Type</b>	<b>Sliding Scale</b>	<b>Convertible</b>	<b>% of Prod/Sales</b>
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**PROGRESS ENERGY**  
**Mineral Property Report**

**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

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

(cont'd)

M-07220	A	CROWN SLIDING SCALE	ALL		Y	N	100.00000000	% of	PROD
		Roy Percent:							
		Deduction:	STANDARD						
		Gas: Royalty:		Max:	Min Pay:				Prod/Sales:
		S/S OIL: Min:			Div:				Prod/Sales:
		Other Percent:			Min:				Prod/Sales:

M-06521	PNGL	CR	Eff: Nov 20, 2008	576.000			WI		Area : GOLD CREEK
Sub: A	WI		Exp: Nov 19, 2012	576.000	PEP2009		100.00000000		TWP 67 RGE 6 W6M SEC 26, SW/4
A	5408110289			576.000					27, 28
	PEP2009				Total Rental: 2016.00				PNG BELOW BASE CHARLIE_LAKE
100.00000000	PEL								

----- Related Contracts -----  
 C-03139 A    CONTRIBUT    Jan 15, 2009

Status	Hectares	Net	Hectares	Net
UNDEVELOPED    Dev:	0.000	0.000	Undev: 576.000	576.000

**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:

M-06521	PNGL	CR	Eff: Nov 20, 2008	64.000			WI		Area : GOLD CREEK
Sub: B	WI		Exp: Nov 19, 2012	64.000	PEP2009		100.00000000		TWP 67 RGE 6 W6M NW/4 27
A	5408110289			64.000					PNG BELOW BASE DOIG
	PEP2009				Total Rental: 224.00				
100.00000000	PEL								

----- Related Contracts -----  
 C-03139 A    CONTRIBUT    Jan 15, 2009

Status	Hectares	Net	Hectares	Net
UNDEVELOPED    Dev:	0.000	0.000	Undev: 64.000	64.000

**Royalty / Encumbrances**

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**PROGRESS ENERGY  
 Mineral Property Report**

**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)			Lease Description / Rights Held

(cont'd)

	Royalty Type	Product Type	Sliding Scale	Convertible	% of Prod/Sales	
	CROWN SLIDING SCALE	ALL	Y	N	100.00000000	% of PROD
M-06521	B	STANDARD				
	Roy Percent:					
	Deduction:					
	Gas: Royalty:		Min Pay:			Prod/Sales:
	S/S OIL: Min:	Max:	Div:			Prod/Sales:
	Other Percent:		Min:			Prod/Sales:

M-06709	PNGL	CR	Eff: Oct 30, 2008	448.000	C-03162 A	Unknown	WI	Area : ELMWORTH
Sub: H	WI		Exp: Oct 29, 2012	448.000	PEP2009		100.00000000	TWP 67 RGE 6 W6M SW/4 34, 35,
A	5408100975			448.000				W/2 36
	PEP2009				Total Rental:	1568.00		PNG BELOW BASE DOIG
100.00000000	PEL							

----- Related Contracts -----  
 C-03162 A FI Apr 13, 2009

Status	Hectares	Net	Hectares	Net
UNDEVELOPED	Dev: 0.000	0.000	Undev: 448.000	448.000

**Royalty / Encumbrances**

<Linked>	Royalty Type	Product Type	Sliding Scale	Convertible	% of Prod/Sales
C-03162 A	NGOR	ALL	N	N	100.00000000
	Roy Percent:				7.50000000
	Deduction:				NO
	Gas: Royalty:		Min Pay:		
	S/S OIL: Min:	Max:	Div:		
	Other Percent:		Min:		

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

M-07213	PNG	CR	Eff: Sep 02, 2010	256.000			WI	Area : GOLD CREEK
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**PROGRESS ENERGY  
 Mineral Property Report**

**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)			Lease Description / Rights Held

(cont'd)

M-07213							
Sub: A	WI		256.000	PEP2009		100.00000000	TWP 68 RGE 5 W6M SEC 12
A	0510090161	Exp: Sep 01, 2015	256.000				(SURFACE ACCESS RESTRICTIONS)
	PEP2009			Total Rental: 896.00			ALL PNG
100.00000000	PEL						

----- **Related Contracts** -----  
 C-03550 J      CONTRIBUT      Jan 01, 2010

Status	Dev:	Hectares	Net	Undev:	Hectares	Net
UNDEVELOPED		0.000	0.000		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
<b>Roy Percent:</b>				
<b>Deduction:</b> STANDARD				
<b>Gas: Royalty:</b>		<b>Min Pay:</b>		<b>Prod/Sales:</b>
<b>S/S OIL: Min:</b>	<b>Max:</b>	<b>Div:</b>		<b>Prod/Sales:</b>
<b>Other Percent:</b>		<b>Min:</b>		<b>Prod/Sales:</b>

M-06781	PNG	CR	Eff: Feb 11, 2010	256.000		WI	Area : GOLD CREEK
Sub: A	WI		Exp: Feb 10, 2015	256.000	PEP2009	100.00000000	TWP 68 RGE 5 W6M SEC 29
A	0510020154			256.000			PNG EXCL NG IN WABAMUN
	PEP2009				Total Rental: 896.00		
100.00000000	PEL						

----- **Related Contracts** -----  
 C-03550 C      CONTRIBUT      Jan 01, 2010

Status	Dev:	Hectares	Net	Undev:	Hectares	Net
UNDEVELOPED		0.000	0.000		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
<b>Roy Percent:</b>				
<b>Deduction:</b> STANDARD				
<b>Gas: Royalty:</b>		<b>Min Pay:</b>		<b>Prod/Sales:</b>
<b>S/S OIL: Min:</b>				



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**PROGRESS ENERGY  
 Mineral Property Report**

**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)			Lease Description / Rights Held

(cont'd)

M-06398	A						
		<b>Roy Percent:</b>					
		<b>Deduction:</b>	STANDARD				
		<b>Gas: Royalty:</b>					
		<b>S/S OIL: Min:</b>		<b>Max:</b>	<b>Min Pay:</b>		<b>Prod/Sales:</b>
		<b>Other Percent:</b>			<b>Div:</b>		<b>Prod/Sales:</b>
					<b>Min:</b>		<b>Prod/Sales:</b>

M-06709	PNGL	CR	Eff: Oct 30, 2008	128.000	C-03162 A	Unknown	WI	Area : ELMWORTH
Sub: A	WI		Exp: Oct 29, 2012	128.000	PEP2009		100.00000000	TWP 68 RGE 6 W6M E/2 1
A	5408100975			128.000				PNG TO BASE BLUESKY-BULLHEAD
	PEP2009				Total Rental:	448.00		EXCL NG IN BLUESKY-GETHING;
100.00000000	PEL							PNG BELOW BASE HALFWAY

Status	Dev:	Hectares	Net	Undev:	Hectares	Net	Related Contracts
UNDEVELOPED		0.000	0.000		128.000	128.000	C-03162 A FI Apr 13, 2009

**Royalty / Encumbrances**

<Linked>	Royalty Type	Product Type	Sliding Scale	Convertible	% of Prod/Sales
C-03162 A	NGOR	ALL	N	N	100.00000000 % of PROD
	<b>Roy Percent:</b>	7.50000000			
	<b>Deduction:</b>	NO			
	<b>Gas: Royalty:</b>				
	<b>S/S OIL: Min:</b>		<b>Max:</b>	<b>Min Pay:</b>	<b>Prod/Sales:</b>
	<b>Other Percent:</b>			<b>Div:</b>	<b>Prod/Sales:</b>
				<b>Min:</b>	<b>Prod/Sales:</b>

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

M-06709	PNGL	CR	Eff: Oct 30, 2008	640.000	C-03162 A	Unknown	WI	Area : ELMWORTH
Sub: D	WI		Exp: Oct 29, 2012	640.000	PEP2009		100.00000000	TWP 68 RGE 6 W6M W/2 1, 13, 24
A	5408100975			640.000				PNG BELOW BASE CHARLIE_LAKE

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**PROGRESS ENERGY  
 Mineral Property Report**

**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)			Lease Description / Rights Held

(cont'd)

M-06709

Sub: D PEP2009

Total Rental: 2240.00

100.00000000 PEL

----- Related Contracts -----  
 C-03162 A FI Apr 13, 2009

Status	Dev:	Hectares	Net	Undev:	Hectares	Net
UNDEVELOPED		0.000	0.000		640.000	640.000

**Royalty / Encumbrances**

<Linked>	Royalty Type	Product Type	Sliding Scale	Convertible	% of Prod/Sales
C-03162 A	NGOR	ALL	N	N	100.00000000 % of PROD
	Roy Percent: 7.50000000				
	Deduction: NO				
	Gas: Royalty:	Max:	Min Pay:		Prod/Sales:
	S/S OIL: Min:		Div:		Prod/Sales:
	Other Percent:		Min:		Prod/Sales:

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:	Max:	Min Pay:		Prod/Sales:
S/S OIL: Min:		Div:		Prod/Sales:
Other Percent:		Min:		Prod/Sales:

M-06709

PNGL CR

Eff: Oct 30, 2008

1,408.000 C-03162 A Unknown

WI

Area : ELMWORTH

Sub: F

WI

Exp: Oct 29, 2012

1,408.000 PEP2009

100.00000000

TWP 68 RGE 6 W6M SEC 2, 11, E/2

A 5408100975

1,408.000

22, 23, 33, 34

PEP2009

Total Rental: 4928.00

PNG BELOW BASE HALFWAY

100.00000000 PEL

----- Related Contracts -----  
 C-03162 A FI Apr 13, 2009

Status	Dev:	Hectares	Net	Undev:	Hectares	Net
UNDEVELOPED		0.000	0.000		1,408.000	1,408.000

**Royalty / Encumbrances**

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**PROGRESS ENERGY  
 Mineral Property Report**

**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)			Lease Description / Rights Held

(cont'd)

<Linked>	Royalty Type	Product Type	Sliding Scale	Convertible	% of Prod/Sales
C-03162 A	NGOR	ALL	N	N	100.00000000 % of PROD
	Roy Percent: 7.50000000				
	Deduction: NO				
M-06709	F		Min Pay:		Prod/Sales:
	Gas: Royalty:	Max:	Div:		Prod/Sales:
	S/S OIL: Min:		Min:		Prod/Sales:
	Other Percent:				

**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:	Max:	Min Pay:		Prod/Sales:
S/S OIL: Min:		Div:		Prod/Sales:
Other Percent:		Min:		Prod/Sales:

M-06775	PNG	CR	Eff: Jan 14, 2010	192.000		WI	Area : ELMWORTH
Sub: B	WI		Exp: Jan 13, 2015	192.000	PEP2009	100.00000000	TWP 68 RGE 6 W6M S/2 NE/4 8
A	0510010164			192.000			PNG BELOW BASE HALFWAY
	PEP2009				Total Rental: 0.00		
100.00000000	PEL	Count Acreage =	No				<b>Related Contracts</b>
							C-03550 A    CONTRIBUT    Jan 01, 2010
<b>Status</b>		<b>Hectares</b>	<b>Net</b>	<b>Undev:</b>	<b>Hectares</b>	<b>Net</b>	
UNDEVELOPED	Dev:	0.000	0.000		192.000	192.000	

**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:	Max:	Min Pay:		Prod/Sales:
S/S OIL: Min:		Div:		Prod/Sales:
Other Percent:		Min:		Prod/Sales:

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**PROGRESS ENERGY  
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**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

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

(cont'd)

M-06341	PNG	CR	Eff: Jun 26, 2008	256.000		WI	Area : ELMWORTH
Sub: A	WI		Exp: Jun 25, 2013	256.000	PEP2009	100.00000000	TWP 68 RGE 6 W6M SEC 12
A	0508060271			256.000			PNG BELOW BASE BLUESKY-BULLHEAD
	PEP2009				Total Rental: 896.00		
100.00000000	PEL						

----- Related Contracts -----  
 C-03139 A CONTRIBUT Jan 15, 2009

Status	Dev:	Hectares	Net	Undev:	Hectares	Net
UNDEVELOPED		0.000	0.000		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:

M-06709	PNGL	CR	Eff: Oct 30, 2008	384.000	C-03162 A Unknown	WI	Area : ELMWORTH
Sub: B	WI		Exp: Oct 29, 2012	384.000	PEP2009	100.00000000	TWP 68 RGE 6 W6M E/2 17, 21
A	5408100975			384.000			PNG BELOW BASE BLUESKY-BULLHEAD
	PEP2009				Total Rental: 1344.00		
100.00000000	PEL						

----- Related Contracts -----  
 C-03162 A FI Apr 13, 2009

Status	Dev:	Hectares	Net	Undev:	Hectares	Net
UNDEVELOPED		0.000	0.000		384.000	384.000

**Royalty / Encumbrances**

<Linked>	Royalty Type	Product Type	Sliding Scale	Convertible	% of Prod/Sales
C-03162 A	NGOR	ALL	N	N	100.00000000 % of PROD
	Roy Percent: 7.50000000				
	Deduction: NO				

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**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)			Lease Description / Rights Held

(cont'd)  
 M-06709

B Gas Royalty: Min Pay:  
 S/S OIL: Min: Div:  
 Other Percent: Min: Prod/Sales:  
 Prod/Sales:  
 Prod/Sales:

**Royalty / Encumbrances**

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

M-06709 PNGL CR Eff: Oct 30, 2008 256.000 C-03162 A Unknown WI  
 Sub: C WI Exp: Oct 29, 2012 256.000 PEP2009 100.00000000  
 A 5408100975 256.000  
 PEP2009 Total Rental: 896.00  
 100.00000000 PEL

Area : ELMWORTH  
 TWP 68 RGE 6 W6M SEC 20  
 PNG BELOW BASE FERNIE

**Related Contracts**  
 C-03162 A FI Apr 13, 2009

<b>Status</b>	<b>Hectares</b>	<b>Net</b>	<b>Hectares</b>	<b>Net</b>
UNDEVELOPED Dev:	0.000	0.000 Undev:	256.000	256.000

**Royalty / Encumbrances**

<Linked> C-03162 A	<b>Royalty Type</b>	<b>Product Type</b>	<b>Sliding Scale</b>	<b>Convertible</b>	<b>% of Prod/Sales</b>
	NGOR	ALL	N	N	100.00000000 % of PROD
	<b>Roy Percent:</b> 7.50000000				
	<b>Deduction:</b> NO				
	<b>Gas Royalty:</b>		<b>Min Pay:</b>		<b>Prod/Sales:</b>
	<b>S/S OIL: Min:</b>	<b>Max:</b>	<b>Div:</b>		<b>Prod/Sales:</b>
	<b>Other Percent:</b>		<b>Min:</b>		<b>Prod/Sales:</b>

<b>Royalty Type</b>	<b>Product Type</b>	<b>Sliding Scale</b>	<b>Convertible</b>	<b>% of Prod/Sales</b>
CROWN SLIDING SCALE	ALL	Y	N	100.00000000 % of PROD
<b>Roy Percent:</b>				

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**PROGRESS ENERGY  
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**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)			Lease Description / Rights Held

(cont'd)

M-06709	C	<b>Deduction:</b>	STANDARD				
		<b>Gas: Royalty:</b>		<b>Max:</b>	<b>Min Pay:</b>	<b>Prod/Sales:</b>	
		<b>S/S OIL: Min:</b>			<b>Div:</b>	<b>Prod/Sales:</b>	
		<b>Other Percent:</b>			<b>Min:</b>	<b>Prod/Sales:</b>	

M-06776	PNG	CR	<b>Eff:</b> Jan 14, 2010	128.000		WI	Area : ELMWORTH
<b>Sub:</b> A	WI		<b>Exp:</b> Jan 13, 2015	128.000	PEP2009	100.00000000	TWP 68 RGE 6 W6M W/2 22
A	0510010166			128.000			PNG BELOW BASE HALFWAY
	PEP2009				Total Rental:	448.00	
100.00000000	PEL						<b>Related Contracts</b>
							C-03550 A    CONTRIBUT    Jan 01, 2010

Status	Dev:	Hectares	Net	Undev:	Hectares	Net
UNDEVELOPED		0.000	0.000		128.000	128.000

**Royalty / Encumbrances**

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

M-07221	PNG	CR	<b>Eff:</b> Nov 18, 2010	256.000		WI	Area : GOLD CREEK
<b>Sub:</b> A	WI		<b>Exp:</b> Nov 17, 2015	256.000	PEP2009	100.00000000	TWP 68 RGE 6 W6M SEC 25
A	0510110164			256.000			PNG BELOW BASE CHARLIE_LAKE
	PEP2009				Total Rental:	896.00	
100.00000000	PEL						<b>Related Contracts</b>
							C-03550 L    CONTRIBUT    Jan 01, 2010

Status	Dev:	Hectares	Net	Undev:	Hectares	Net
UNDEVELOPED		0.000	0.000		256.000	256.000

**Royalty / Encumbrances**

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**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)			Lease Description / Rights Held

(cont'd)

	Royalty Type	Product Type	Sliding Scale	Convertible	% of Prod/Sales	
	CROWN SLIDING SCALE	ALL	Y	N	100.00000000	% of PROD
M-07221	A					
	Roy Percent:					Prod/Sales:
	Deduction: STANDARD					Prod/Sales:
	Gas: Royalty:	Max:	Min Pay:			Prod/Sales:
	S/S OIL: Min:		Div:			Prod/Sales:
	Other Percent:		Min:			Prod/Sales:

M-06709	PNGL	CR	Eff: Oct 30, 2008	256.000	C-03162 A	Unknown	WI	Area : ELMWORTH
Sub: G	WI		Exp: Oct 29, 2012	256.000	PEP2009		100.00000000	TWP 68 RGE 6 W6M SEC 27
A	5408100975			256.000				PNG BELOW BASE HALFWAY
	PEP2009					Total Rental: 896.00		
100.00000000	PEL							

Status	Dev:	Hectares	Net	Undev:	Hectares	Net	Related Contracts
DEVELOPED		256.000	256.000		0.000	0.000	C-03162 A FI Apr 13, 2009

Well U.W.I.	Status/Type
100/08-27-068-06-W6/00	CS/GS
100/08-27-068-06-W6/02	ST/GS

Royalty / Encumbrances						
<Linked>	Royalty Type	Product Type	Sliding Scale	Convertible	% of Prod/Sales	
C-03162 A	NGOR	ALL	N	N	100.00000000	% of PROD
	Roy Percent: 7.50000000					
	Deduction: NO					
	Gas: Royalty:	Max:	Min Pay:			Prod/Sales:
	S/S OIL: Min:		Div:			Prod/Sales:
	Other Percent:		Min:			Prod/Sales:
	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:	Max:	Min Pay:			Prod/Sales:
	S/S OIL: Min:		Div:			Prod/Sales:
	Other Percent:		Min:			Prod/Sales:

M-06803	PNG	CR	Eff: May 20, 2010	128.000			WI	Area : ELMWORTH
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**PROGRESS ENERGY**  
**Mineral Property Report**

**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	DOI Partner(s)	*	*	Lease Description / Rights Held

(cont'd)

M-06803							
Sub: A	WI		128.000	PEP2009		100.00000000	TWP 68 RGE 6 W6M E/2 32
A	0510050466	Exp: May 19, 2015	128.000				PNG BELOW BASE SPIRIT_RIVER
	PEP2009			Total Rental: 448.00			
100.00000000	PEL						----- Related Contracts -----
							C-03550 F CONTRIBUT Jan 01, 2010
	<b>Status</b>		<b>Hectares</b>	<b>Net</b>	<b>Undev:</b>	<b>Hectares</b>	<b>Net</b>
	UNDEVELOPED	<b>Dev:</b>	0.000	0.000		128.000	128.000
							----- Well U.W.I. Status/Type -----
							100/01-32-068-06-W6/00 POT/GS

**Royalty / Encumbrances**

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

M-07238	PNG	CR	Eff: Dec 02, 2010	128.000		WI	Area : ELMWORTH
Sub: A	WI		Exp: Dec 01, 2015	128.000	PEP2009	100.00000000	TWP 68 RGE 6 W6M W/2 32
A	0510120092			128.000			PNG BELOW BASE CHARLIE_LAKE
	PEP2009				Total Rental: 448.00		
100.00000000	PEL						----- Related Contracts -----
							C-03550 M CONTRIBUT Jan 01, 2010
	<b>Status</b>		<b>Hectares</b>	<b>Net</b>	<b>Undev:</b>	<b>Hectares</b>	<b>Net</b>
	UNDEVELOPED	<b>Dev:</b>	0.000	0.000		128.000	128.000

**Royalty / Encumbrances**

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



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**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)			Lease Description / Rights Held

(cont'd)

M-06399	A						
		<b>Roy Percent:</b>					
		<b>Deduction:</b>	STANDARD				
		<b>Gas: Royalty:</b>					
		<b>S/S OIL: Min:</b>		<b>Max:</b>	<b>Min Pay:</b>		<b>Prod/Sales:</b>
		<b>Other Percent:</b>			<b>Div:</b>		<b>Prod/Sales:</b>
					<b>Min:</b>		<b>Prod/Sales:</b>
M-07172	PNG	CR	<b>Eff:</b> Jun 17, 2010	128.000		WI	Area : ELMWORTH
<b>Sub:</b> A	WI		<b>Exp:</b> Jun 16, 2015	128.000	PEP2009	100.00000000	TWP 68 RGE 7 W6M S/2 23
A	0510060301			128.000			PNG BELOW BASE BLUESKY-BULLHEAD
	PEP2009				Total Rental:	448.00	
100.00000000	PEL						

**Related Contracts**  
 C-03550 H CONTRIBUT Jan 01, 2010

Status	Dev:	Hectares	Net	Undev:	Hectares	Net
UNDEVELOPED		0.000	0.000		128.000	128.000

**Royalty / Encumbrances**

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

M-06346	PNG	CR	<b>Eff:</b> Jun 26, 2008	256.000		WI	Area : GOLD CREEK
<b>Sub:</b> A	WI		<b>Exp:</b> Jun 25, 2013	256.000	PEP2009	100.00000000	TWP 69 RGE 5 W6M SEC 13
A	0508060276			256.000			PNG BELOW BASE BLUESKY-BULLHEAD
	PEP2009				Total Rental:	896.00	
100.00000000	PEL						

**Related Contracts**  
 C-03139 A CONTRIBUT Jan 15, 2009

Status	Dev:	Hectares	Net	Undev:	Hectares	Net
UNDEVELOPED		0.000	0.000		256.000	256.000

**Royalty / Encumbrances**

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**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)			Lease Description / Rights Held

(cont'd)

	Royalty Type	Product Type	Sliding Scale	Convertible	% of Prod/Sales	
	CROWN SLIDING SCALE	ALL	Y	N	100.00000000	% of PROD
M-06346	A					
	Roy Percent:					
	Deduction: STANDARD					
	Gas: Royalty:	Max:	Min Pay:		Prod/Sales:	
	S/S OIL: Min:		Div:		Prod/Sales:	
	Other Percent:		Min:		Prod/Sales:	

M-06401	PNG	CR	Eff: Jul 24, 2008	256.000		WI	Area : ELMWORTH
Sub: A	WI		Exp: Jul 23, 2013	256.000	PEP2009	100.00000000	TWP 69 RGE 6 W6M SEC 2
A	0508070532			256.000			PNG BELOW BASE BLUESKY-BULLHEAD
	PEP2009				Total Rental: 896.00		
100.00000000	PEL						<b>Related Contracts</b>
							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:	Max:	Min Pay:		Prod/Sales:	
	S/S OIL: Min:		Div:		Prod/Sales:	
	Other Percent:		Min:		Prod/Sales:	

M-06709	PNG	CR	Eff: Oct 30, 2008	256.000	C-03162 A Unknown	WI	Area : ELMWORTH
Sub: E	WI		Exp: Oct 29, 2012	256.000	PEP2009	100.00000000	TWP 69 RGE 6 W6M SEC 3
A	5408100975			256.000			PNG BELOW BASE CHARLIE_LAKE
	PEP2009				Total Rental: 896.00		EXCL NG IN HALFWAY
100.00000000	PEL						<b>Related Contracts</b>
							C-03162 A FI Apr 13, 2009
	Status		Hectares	Net		Hectares	Net
	UNDEVELOPED	Dev:	0.000	0.000	Undev:	256.000	256.000

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**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

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

(cont'd)

M-06709

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**Royalty / Encumbrances**

<Linked>	Royalty Type	Product Type	Sliding Scale	Convertible	% of Prod/Sales
C-03162 A	NGOR	ALL	N	N	100.00000000 % of PROD
	Roy Percent: 7.50000000				
	Deduction: NO				
	Gas: Royalty:	Max:	Min Pay:		Prod/Sales:
	S/S OIL: Min:		Div:		Prod/Sales:
	Other Percent:		Min:		Prod/Sales:
	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:	Max:	Min Pay:		Prod/Sales:
	S/S OIL: Min:		Div:		Prod/Sales:
	Other Percent:		Min:		Prod/Sales:

M-07247	PNG	CR	Eff: Dec 16, 2010	256.000		WI	Area : ELMWORTH
Sub: A	WI		Exp: Dec 15, 2015	256.000	PEP2009	100.00000000	TWP 69 RGE 6 W6M SEC 4
A	0510120402			256.000			PNG BELOW BASE CHARLIE_LAKE
	PEP2009				Total Rental: 896.00		EXCL NG IN HALFWAY
100.00000000	PEL						

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:	Max:	Min Pay:		Prod/Sales:
S/S OIL: Min:		Div:		Prod/Sales:



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**PROGRESS ENERGY  
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**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)			Lease Description / Rights Held

(cont'd)

M-07239	A	<b>Deduction:</b>	STANDARD				
		<b>Gas: Royalty:</b>		<b>Max:</b>	<b>Min Pay:</b>	<b>Prod/Sales:</b>	
		<b>S/S OIL: Min:</b>			<b>Div:</b>	<b>Prod/Sales:</b>	
		<b>Other Percent:</b>			<b>Min:</b>	<b>Prod/Sales:</b>	

M-07239	PNG	CR	<b>Eff:</b> Oct 15, 2009	256.000		WI	Area : ELMWORTH
<b>Sub:</b> A	WI		<b>Exp:</b> Oct 14, 2014	256.000	PEP2009	100.000000000	TWP 69 RGE 6 W6M SEC 15
A	0509100341			256.000			(SURFACE ACCESS RESTRICTIONS)
	PEP2009				Total Rental:	896.00	PNG BELOW BASE DUNVEGAN
100.000000000	PEL						EXCL NG IN BLUESKY-BULLHEAD
							EXCL NG IN NIKANASSIN
	<b>Status</b>		<b>Hectares</b>	<b>Net</b>		<b>Hectares</b>	<b>Net</b>
	UNDEVELOPED	<b>Dev:</b>	0.000	0.000	<b>Undev:</b>	256.000	256.000
							<b>Related Contracts</b>
							C-03548 L    CONTRIBUT    Jan 16, 2009

**Royalty / Encumbrances**

<b>Royalty Type</b>	<b>Product Type</b>	<b>Sliding Scale</b>	<b>Convertible</b>	<b>% of Prod/Sales</b>
CROWN SLIDING SCALE	ALL	Y	N	100.000000000 % of PROD
<b>Roy Percent:</b>				
<b>Deduction:</b>	STANDARD			
<b>Gas: Royalty:</b>		<b>Min Pay:</b>		<b>Prod/Sales:</b>
<b>S/S OIL: Min:</b>		<b>Div:</b>		<b>Prod/Sales:</b>
<b>Other Percent:</b>		<b>Min:</b>		<b>Prod/Sales:</b>

M-07248	PNG	CR	<b>Eff:</b> Dec 16, 2010	256.000		WI	Area : ELMWORTH
<b>Sub:</b> A	WI		<b>Exp:</b> Dec 15, 2015	256.000	PEP2009	100.000000000	TWP 69 RGE 6 W6M SEC 16
A	0510120403			256.000			PNG BELOW BASE BLUESKY-BULLHEAD
	PEP2009				Total Rental:	896.00	EXCL NG IN NIKANASSIN
100.000000000	PEL						EXCL NG IN HALFWAY
	<b>Status</b>		<b>Hectares</b>	<b>Net</b>		<b>Hectares</b>	<b>Net</b>
	UNDEVELOPED	<b>Dev:</b>	0.000	0.000	<b>Undev:</b>	256.000	256.000

**Royalty / Encumbrances**

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**PROGRESS ENERGY  
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**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)			Lease Description / Rights Held

(cont'd)

	Royalty Type	Product Type	Sliding Scale	Convertible	% of Prod/Sales	
	CROWN SLIDING SCALE	ALL	Y	N	100.00000000	% of PROD
M-07248	A					
	Roy Percent:					Prod/Sales:
	Deduction: STANDARD					Prod/Sales:
	Gas: Royalty:	Max:	Min Pay:			Prod/Sales:
	S/S OIL: Min:		Div:			Prod/Sales:
	Other Percent:		Min:			Prod/Sales:

M-06355	PNG	CR	Eff: Jul 10, 2008	256.000		WI	Area : ELMWORTH
Sub: A	WI		Exp: Jul 09, 2013	256.000	PEP2009	100.00000000	TWP 69 RGE 6 W6M SEC 18
A	0508070265			256.000			PNG BELOW BASE DUNVEGAN
	PEP2009				Total Rental:	896.00	EXCL NG IN SPIRIT_RIVER
100.00000000	PEL						

Status	Hectares	Net	Undev:	Hectares	Net	Related Contracts
UNDEVELOPED	0.000	0.000		256.000	256.000	C-03139 A CONTRIBUT Jan 15, 2009

**Royalty / Encumbrances**

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

M-06356	PNG	CR	Eff: Jul 10, 2008	256.000		WI	Area : ELMWORTH
Sub: A	WI		Exp: Jul 09, 2013	256.000	PEP2009	100.00000000	TWP 69 RGE 6 W6M SEC 19
A	0508070266			256.000			ALL PNG
	PEP2009				Total Rental:	896.00	EXCL NG IN SPIRIT_RIVER
100.00000000	PEL						

Status	Hectares	Net	Undev:	Hectares	Net	Related Contracts
UNDEVELOPED	0.000	0.000		256.000	256.000	C-03139 A CONTRIBUT Jan 15, 2009

Well U.W.I. Status/Type

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### PROGRESS ENERGY Mineral Property Report

#### TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)			Lease Description / Rights Held

(cont'd)

M-06356 A \_\_\_\_\_ Royalty / Encumbrances \_\_\_\_\_ 100/10-19-069-06-W6/00 PROG/GS

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

M-06778	PNG	CR	<b>Eff:</b> Oct 01, 2009	256.000		WI	Area : ELMWORTH
<b>Sub:</b> A	WI		<b>Exp:</b> Sep 30, 2013	256.000	PEP2009	100.00000000	TWP 69 RGE 6 W6M SEC 30
A	5409100176			256.000			PNG BELOW BASE CHARLIE_LAKE
	PEP2009				Total Rental:	896.00	
100.00000000	PEL						<b>Related Contracts</b>
							C-03262 B PURCHASE Jan 15, 2010 (I)
<b>Status</b>		<b>Hectares</b>		<b>Net</b>		<b>Hectares</b>	<b>Net</b>
UNDEVELOPED	<b>Dev:</b>	0.000		0.000	<b>Undev:</b>	256.000	256.000

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

M-07240	PNG	CR	<b>Eff:</b> Dec 02, 2010	256.000		WI	Area : ELMWORTH
<b>Sub:</b> A	WI		<b>Exp:</b> Dec 01, 2015	256.000	PEP2009	100.00000000	TWP 69 RGE 7 W6M SEC 5
A	0510120098			256.000			PNG BELOW BASE HALFWAY
	PEP2009				Total Rental:	896.00	
100.00000000	PEL						<b>Related Contracts</b>
							C-03550 M CONTRIBUT Jan 01, 2010

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**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)			Lease Description / Rights Held

(cont'd)

M-07240							
Sub: A	Status	Dev:	Hectares	Net	Undev:	Hectares	Net
	UNDEVELOPED		0.000	0.000		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:

M-07249	PNG	CR	Eff: Dec 16, 2010	256.000			WI	Area : ELMWORTH
Sub: A	WI		Exp: Dec 15, 2015	256.000	PEP2009		100.00000000	TWP 69 RGE 7 W6M SEC 8
A	0510120404			256.000				PNG BELOW BASE HALFWAY
	PEP2009				Total Rental:	896.00		
	100.00000000	PEL						

	Status	Dev:	Hectares	Net	Undev:	Hectares	Net
	UNDEVELOPED		0.000	0.000		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
Roy Percent:				
Deduction: STANDARD				
Gas: Royalty:		Min Pay:		Prod/Sales:
S/S OIL: Min:	Max:	Div:		Prod/Sales:
Other Percent:		Min:		Prod/Sales:

M-06282	PNG	CR	Eff: May 01, 2008	256.000	C-02935 B	Yes	WI	Area : ELMWORTH
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**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)			Lease Description / Rights Held

(cont'd)

M-06282							
Sub: B	WI		256.000	PEP2009		70.00000000	TWP 69 RGE 7 W6M SEC 9
A	0508050141	Exp: Apr 30, 2013	179.200				PNG BELOW BASE HALFWAY
	PEP2009			Total Rental: 0.00			
100.00000000	PEL	Count Acreage =	No				<b>Related Contracts</b>
	<b>Status</b>		<b>Hectares</b>	<b>Net</b>		<b>Hectares</b>	<b>Net</b>
	UNDEVELOPED	<b>Dev:</b>	0.000	0.000	<b>Undev:</b>	256.000	179.200
							C-02935 B JOA Apr 30, 2008
							C-03139 A CONTRIBUT Jan 15, 2009

**Royalty / Encumbrances**

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

M-06281	PNG	CR	256.000			WI	Area : ELMWORTH
Sub: A	WI	Exp: May 14, 2013	256.000	PEP2009		100.00000000	TWP 69 RGE 7 W6M SEC 10
A	0508050426		256.000				PNG BELOW BASE DUNVEGAN
	PEP2009			Total Rental: 896.00			EXCL NG IN SPIRIT_RIVER
100.00000000	PEL						<b>Related Contracts</b>
	<b>Status</b>		<b>Hectares</b>	<b>Net</b>		<b>Hectares</b>	<b>Net</b>
	UNDEVELOPED	<b>Dev:</b>	0.000	0.000	<b>Undev:</b>	256.000	256.000
							C-03139 A CONTRIBUT Jan 15, 2009

**Royalty / Encumbrances**

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



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**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

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

(cont'd)

M-06292	B						
		<b>Roy Percent:</b>					
		<b>Deduction:</b>	STANDARD				
		<b>Gas: Royalty:</b>		<b>Min Pay:</b>		<b>Prod/Sales:</b>	
		<b>S/S OIL: Min:</b>		<b>Div:</b>		<b>Prod/Sales:</b>	
		<b>Other Percent:</b>		<b>Min:</b>		<b>Prod/Sales:</b>	

M-06466	PNGL	CR	Eff: Oct 16, 2008	256.000			WI	Area : ELMWORTH
Sub: A	WI		Exp: Oct 15, 2012	256.000	PEP2009		100.00000000	TWP 69 RGE 7 W6M SEC 12
A	5408100660			256.000				PNG FROM BASE FERNIE
	PEP2009				Total Rental: 896.00			
100.00000000	PEL							<b>Related Contracts</b>

C-03139 A      CONTRIBUT      Jan 15, 2009

Status	Dev:	Hectares	Net	Undev:	Hectares	Net
UNDEVELOPED		0.000	0.000		256.000	256.000

**Royalty / Encumbrances**

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

M-06402	PNG	CR	Eff: Jul 24, 2008	256.000			WI	Area : ELMWORTH
Sub: A	WI		Exp: Jul 23, 2013	256.000	PEP2009		100.00000000	TWP 69 RGE 7 W6M SEC 13
A	0508070534			256.000				PNG BELOW BASE BLUESKY-BULLHEAD
	PEP2009				Total Rental: 896.00			
100.00000000	PEL							<b>Related Contracts</b>

C-03139 A      CONTRIBUT      Jan 15, 2009

Status	Dev:	Hectares	Net	Undev:	Hectares	Net
UNDEVELOPED		0.000	0.000		256.000	256.000

**Royalty / Encumbrances**

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### TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY

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

(cont'd)

M-06402	A	STANDARD	ALL	Y	N	100.00000000	% of PROD
<b>Royalty Type</b>			<b>Product Type</b>		<b>Sliding Scale</b>		<b>Convertible</b>
CROWN SLIDING SCALE			ALL		Y		N
<b>Roy Percent:</b>			<b>Max:</b>		<b>Min Pay:</b>		<b>Prod/Sales:</b>
Deduction: STANDARD							% of PROD
<b>Gas: Royalty:</b>			<b>Div:</b>		<b>Prod/Sales:</b>		
S/S OIL: Min:			<b>Min:</b>		<b>Prod/Sales:</b>		
<b>Other Percent:</b>					<b>Prod/Sales:</b>		

M-07241	PNG	CR	Eff: Dec 02, 2010	256.000	WI	Area : ELMWORTH
Sub: A	WI		Exp: Dec 01, 2015	256.000	PEP2009	TWP 69 RGE 7 W6M SEC 14
A	0510120099			256.000	100.00000000	PNG BELOW BASE HALFWAY
	PEP2009		Total Rental: 896.00			
100.00000000	PEL					<b>Related Contracts</b>
						C-03550 M    CONTRIBUT    Jan 01, 2010
<b>Status</b>			<b>Hectares</b>		<b>Net</b>	
UNDEVELOPED			0.000		256.000	
<b>Dev:</b>			<b>Net</b>		<b>Undev:</b>	
			0.000		256.000	

#### Royalty / Encumbrances

M-06467	PNGL	CR	Eff: Oct 16, 2008	512.000	WI	Area : ELMWORTH
Sub: A	WI		Exp: Oct 15, 2012	512.000	PEP2009	TWP 69 RGE 7 W6M SEC 16, 17
A	5408100661			512.000	100.00000000	PNG FROM BASE CHARLIE_LAKE
	PEP2009		Total Rental: 1792.00			
100.00000000	PEL					<b>Related Contracts</b>
						C-03139 A    CONTRIBUT    Jan 15, 2009
<b>Status</b>			<b>Hectares</b>		<b>Net</b>	
UNDEVELOPED			0.000		512.000	
<b>Dev:</b>			<b>Net</b>		<b>Undev:</b>	
			0.000		512.000	

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**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)			Lease Description / Rights Held

(cont'd)

M-06467		A	Royalty / Encumbrances				
Royalty Type	Product Type	Sliding Scale	Convertible	% of Prod/Sales			
CROWN SLIDING SCALE	ALL	N	Y	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:			

M-07173	PNG	CR	Eff: Jun 17, 2010	256.000		WI	Area : ELMWORTH
Sub: A	WI		Exp: Jun 16, 2015	256.000	PEP2009	100.00000000	TWP 69 RGE 7 W6M SEC 23
A	0510060303			256.000			PNG BELOW BASE BLUESKY-BULLHEAD
	PEP2009				Total Rental: 896.00		
100.00000000	PEL						<b>Related Contracts</b>
							C-03550 H CONTRIBUT Jan 01, 2010
	<b>Status</b>		<b>Hectares</b>	<b>Net</b>		<b>Hectares</b>	<b>Net</b>
	UNDEVELOPED	<b>Dev:</b>	0.000	0.000	<b>Undev:</b>	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:		

M-07174	PNG	CR	Eff: Jun 17, 2010	256.000		WI	Area : ELMWORTH
Sub: A	WI		Exp: Jun 16, 2015	256.000	PEP2009	100.00000000	TWP 69 RGE 7 W6M SEC 24
A	0510060304			256.000			PNG BELOW BASE BLUESKY-BULLHEAD
	PEP2009				Total Rental: 896.00		
100.00000000	PEL						<b>Related Contracts</b>
							C-03550 H CONTRIBUT Jan 01, 2010

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#### TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)			Lease Description / Rights Held

(cont'd)

M-07174							
Sub: A	Status	Dev:	Hectares	Net	Undev:	Hectares	Net
	UNDEVELOPED		0.000	0.000		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:

M-07242	PNG	CR	Eff: Dec 02, 2010	128.000		WI	Area : ELMWORTH
Sub: A	WI		Exp: Dec 01, 2015	128.000	PEP2009	100.00000000	TWP 69 RGE 7 W6M N/2 25
A	0510120100			128.000			PNG BELOW BASE CHARLIE_LAKE
	PEP2009				Total Rental: 448.00		
100.00000000	PEL						

#### Related Contracts

C-03550 M CONTRIBUT Jan 01, 2010

	Status	Dev:	Hectares	Net	Undev:	Hectares	Net
	UNDEVELOPED		0.000	0.000		128.000	128.000

#### 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:

M-07222	PNG	CR	Eff: Nov 18, 2010	256.000		WI	Area : ELMWORTH
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**PROGRESS ENERGY  
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**TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY**

File Number	Lse Type	Lessor Type	Exposure	Oper.Cont.	ROFR	DOI Code	
File Status	Int Type / Lse No/Name		Gross				
Mineral Int	Operator / Payor		Net	Doi Partner(s)			Lease Description / Rights Held

(cont'd)

M-07222							
Sub: A	WI		256.000	PEP2009		100.00000000	TWP 69 RGE 7 W6M SEC 26
A	0510110169	Exp: Nov 17, 2015	256.000				PNG BELOW BASE FERNIE
	PEP2009			Total Rental: 896.00			
100.00000000	PEL						

----- Related Contracts -----  
 C-03550 L      CONTRIBUT      Jan 01, 2010

Status	Dev:	Hectares	Net	Undev:	Hectares	Net
UNDEVELOPED		0.000	0.000		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:

M-06683	PNG	CR	Eff: Jul 23, 2009	256.000		WI	Area : ELMWORTH
Sub: A	WI		Exp: Jul 22, 2014	256.000	PEP2009	100.00000000	TWP 69 RGE 7 W6M SEC 27
A	0509070339			256.000			PNG TO BASE PEACE_RIVER_GROUP;
	PEP2009				Total Rental: 896.00		PNG BELOW BASE SPIRIT_RIVER
100.00000000	PEL						

----- Related Contracts -----  
 C-03548 I      CONTRIBUT      Jan 16, 2009

Status	Dev:	Hectares	Net	Undev:	Hectares	Net
DEVELOPED		256.000	256.000		0.000	0.000

----- Well U.W.I.      Status/Type -----  
 100/07-27-069-07-W6/00      CANC/GS  
 100/09-27-069-07-W6/00      PROG/GS  
 100/11-27-069-07-W6/00      PROG/GS  
 100/12-27-069-07-W6/00      PR/GS

**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:				

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#### TWP 67 - 69 RGE 5-7 W6 BELOW BASE HALFWAY

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

(cont'd)

Other Percent:

Max:

Div:

Prod/Sales:

Min:

Prod/Sales: