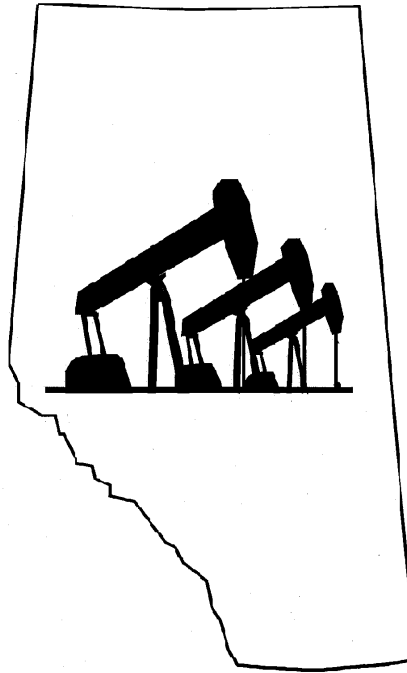


2003 MARCH 05
12 noon, CALGARY

PUBLIC OFFERING OF CROWN OIL SANDS RIGHTS



PUBLIC OFFERING CONTROL COUNTS FOR 2003.03.05

From	To	Total	Area
LEASES: L0001	L0013	13	5,760.0000 ha.
PERMITS: P0000	P0000	0	0.0000 ha.

		13	5,760.0000 ha.

PUBLIC OFFERING OF CROWN OIL SANDS RIGHTS

(AVAILABLE ON INTERNET AT HTTP://WWW.ENERGY.GOV.AB.CA:)

DEADLINE

After 12:00 noon on 2003 March 05, offers to purchase oil sands leases and/or permits contained in this public offering will not be accepted.

AMOUNT OF PAYMENT (Canadian Funds Only)

1. The total dollar offer should be stated in your bid letter. A breakdown of the Bonus, Fee and Rent is not required.
2. The annual rental is \$3.50 per hectare or \$50.00 whichever is the greater. The issuance fee is \$500.00 per parcel.
3. The minimum acceptance offer is \$2.50 per hectare (leases) and \$1.25 per hectare (permits).
4. The department reserves the right to reject any bid.

FORM OF PAYMENT

1. ELECTRONIC FUNDS TRANSFER (EFT).
2. Payment by cheque will be accepted if it meets the criteria for exception mentioned in Information Letter 99-3.
3. Companies and individuals that do not have a GST registration number are liable for payment of the Goods and Services Tax on various charges. All registrants must ensure that their GST number is provided in writing to Financial Services Branch @ Fax No. (780) 422-4281.

HOW TO SUBMIT BIDS

1. The types of acceptable bids are BID TYPE I AND BID TYPE II. The type of bid and its format are identified in attachments to Information Letter 99-12. Bids may be rejected if they do not comply with these standards.
2. One envelope may contain more than one bid as long as they are for the same agreement type.
3. Bid(s) should be enclosed in a sealed envelope and clearly marked as follows:
"2003 March 05, --- OIL SANDS LEASE BIDS" for Leases.
4. Bids should be deposited in the box marked "OIL SANDS BIDS", or handed or mailed to any person acting for the manager at either the Calgary address: - 3rd Floor, Monenco Place, 801-6 Avenue SW, T2P 3W2 or the Edmonton address - 7th Floor, Petroleum Plaza North Tower, 9945-108 Street, T5K 2G6.

BIDS ARE ACCEPTED UNTIL 12:00 NOON ON THE PUBLIC OFFERING DATE. NO EXCEPTIONS.

POINTS TO REMEMBER

1. Requestors of parcel(s) posted in a public offering are expected to bid on the posting(s). If the parcel(s) is not sold, the requestor will be charged a fee of \$500.00 plus GST for each unsold parcel.
2. Effective January 01, 2000, all Oil Sands Agreements acquired include Solution Gas. Please refer to information letter 99-38 for the definition of Solution Gas and any other relevant information.

ATTACHMENTS TO THIS PUBLIC OFFERING WHEN APPLICABLE

APPENDIX 1 - Contains applicable Zone Designations (ZD's).
APPENDIX 2 - Contains applicable Deeper Rights Reversion Zone Designations (DRRZD's).
APPENDIX 3 - Contains applicable addenda and contracts also terms and conditions for acquisition of parcel(s) within Metis Settlements (See IL 92-19).

RESULTS OF THIS PUBLIC OFFERING

1. Accepted offers will be published on 2003 March 06 at 10:00 a.m. at the two addresses shown under the section above entitled "HOW TO SUBMIT BIDS."
2. All agreements are issued in accordance with the Mines & Minerals Act and its regulations.

2003 January 08
EDMONTON, Alberta

Steve Tkalcic - Director Operations
Oil Sands Development

OIL SANDS LEASES

LEASE SCHEDULE

PAGE 1

2003, MARCH 05

LEASE	HECTARES	LAND DESCRIPTION	
--- COLD LAKE OS AREA ---			
L0001	128	4-06-053: 34E OIL SANDS IN THE MANNVILLE GRP	(DRRZD 4)
L0002	128	4-06-054: 10E OIL SANDS IN THE MANNVILLE GRP	(DRRZD 4)
L0003	128	4-06-054: 10W OIL SANDS IN THE MANNVILLE GRP	(DRRZD 4)
L0004	128	4-06-054: 22E OIL SANDS IN THE MANNVILLE GRP	(DRRZD 4)
L0005	128	4-06-054: 22W OIL SANDS IN THE MANNVILLE GRP	(DRRZD 4)
L0006	128	4-07-055: 14E OIL SANDS IN THE MANNVILLE GRP	(DRRZD 4)
L0007	128	4-07-055: 14W OIL SANDS IN THE MANNVILLE GRP	(DRRZD 4)
L0008	256	4-07-055: 18 OIL SANDS IN THE MANNVILLE GRP	(DRRZD 4)
--- PEACE RIVER OS AREA ---			
L0009	512	5-15-081: 31 5-16-081: 36 OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM TO THE BASE OF THE PEKISKO FM	(DRRZD 40) (DRRZD 174)
L0010	512	5-16-081: 26;35 OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM TO THE BASE OF THE PEKISKO FM	(DRRZD 40) (DRRZD 174)
L0011	1024	5-16-081: 27;28;33;34 OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM TO THE BASE OF THE PEKISKO FM	(DRRZD 40) (DRRZD 174)

2003, MARCH 05

LEASE	HECTARES	LAND DESCRIPTION	
L0012	1024	5-16-081: 29-32 OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM TO THE BASE OF THE PEKISKO FM	(DRRZD 40) (DRRZD 174)
L0013	1536	5-16-082: 5-8 5-17-082: 12;13 OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM TO THE BASE OF THE PEKISKO FM	(DRRZD 40) (DRRZD 174)
13	5,760.00	HA TOTALS	END

DEEPER RIGHTS REVERSION ZONE DESIGNATIONS

APPLICABLE TO THE 2003, MARCH 05 PUBLIC OFFERING NOTICE

DRRZD: 4 ZONE: 2480 MANNVILLE GRP
INTERVAL: 2,557.00 - 2,985.00 FEET
KEY WELL: 00/06-16-041-08W4/0
LOG TYPE: INDUCTION ELECTRICAL

DRRZD: 40 ZONE: 2280 PEACE RIVER FM
INTERVAL: 3,760.00 - 4,008.00 FEET
KEY WELL: 00/07-09-076-08W6/0
LOG TYPE: BOREHOLE COMPENSATED SONIC

DRRZD: 174 ZONE: 6420 PEKISKO FM
INTERVAL: 6,468.00 - 6,654.00 FEET
KEY WELL: 00/10-27-067-22W5/0
LOG TYPE: ELECTRICAL

END

