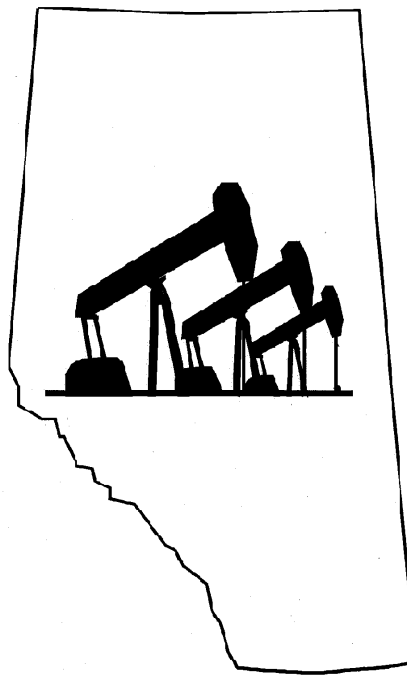


2006 OCTOBER 18

PUBLIC OFFERING OF CROWN OIL SANDS RIGHTS



PUBLIC OFFERING CONTROL COUNTS FOR 2006.10.18

From	To	Total	Area
LEASES: L0620	L0631	12	14,848.0000 ha.
PERMITS: P0000	P0000	0	0.0000 ha.

		12	14,848.0000 ha.

PUBLIC OFFERING OF CROWN OIL SANDS RIGHTS

BIDDING DEADLINE

Offers to purchase oil sands leases and/or permits contained in this public offering will not be accepted after **12 noon on 2006 October 18**. **NO EXCEPTIONS**.

AMOUNT OF PAYMENT

1. Your total bid includes the bonus, rent at \$3.50/ha or \$50.00, whichever is the greater, and a fee of \$625.00.
2. An offer of less than \$2.50/ha for a lease and \$1.25/ha for a permit will not be considered.
3. The department reserves the right to reject any bid.

FORM OF PAYMENT

1. Only by electronic funds transfer (EFT).
2. 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. E-Bidding is mandatory for the submission of bids for all oil sands parcels offered.
2. Bid requests must be submitted using the Department of Energy's Electronic Transfer System (ETS).

POINTS TO REMEMBER

1. The bidder is responsible for having sufficient funds in their EFT bank account to cover all bids on the day of the sale. It can take up to midnight on the day following the sale to see your funds debited from your bank account for an accepted offer.
2. Requestors of parcel(s) posted in a public offering are expected to bid on the parcel(s). The requestor will be charged a penalty of \$625.00 plus GST for each unsold parcel.
3. The Government of Alberta's "*First Nations Consultation Policy on Land Management and Resource Development*" may apply to surface activities proposed as a result of acquiring Crown mineral rights. For information contact Aboriginal Relations Business Unit, Alberta Energy at (780)427-5110.

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 information will be available on **2006 October 18** in the afternoon on the Department's website at <http://www.energy.gov.ab.ca>.
2. All agreements are issued in accordance with the Mines & Minerals Act and its regulations.

2006 August 23
EDMONTON, Alberta

Steve Tkalcic - Director Operations
Oil Sands Development

OIL SANDS LEASES

LEASE SCHEDULE

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2006, OCTOBER 18

LEASE	HECTARES	LAND DESCRIPTION	
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--- ATHABASCA OS AREA ---			
L0620	1536		(ERA000801)
			(IRS000703)
			(IRS000704)
			(IRS000705)
		4-09-088: 19;28-30	
		4-10-088: 24;25	
		OIL SANDS BELOW THE TOP OF THE VIKING FM	(DRRZD 6)
		TO THE BASE OF THE WOODBEND GRP	(DRRZD 258)

--- PEACE RIVER OS AREA ---			
L0621	1280		
		5-18-087: 1;11-14	
		OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM	(DRRZD 40)
		TO THE BASE OF THE PEKISKO FM	(DRRZD 174)

L0622	1280		
		5-18-087: 2-4;9;10	
		OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM	(DRRZD 40)
		TO THE BASE OF THE PEKISKO FM	(DRRZD 174)

L0623	512		
		5-18-087: 15;16	
		OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM	(DRRZD 40)
		TO THE BASE OF THE PEKISKO FM	(DRRZD 174)

L0624	1280		
		5-18-087: 21-25	
		OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM	(DRRZD 40)
		TO THE BASE OF THE PEKISKO FM	(DRRZD 174)

L0625	1280		
		5-18-087: 26-30	
		OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM	(DRRZD 40)
		TO THE BASE OF THE PEKISKO FM	(DRRZD 174)

L0626	1536		
		5-18-087: 31-36	
		OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM	(DRRZD 40)
		TO THE BASE OF THE PEKISKO FM	(DRRZD 174)

L0627	1024		
		5-19-087: 25-28	
		OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM	(DRRZD 40)
		TO THE BASE OF THE PEKISKO FM	(DRRZD 174)

2006, OCTOBER 18

LEASE	HECTARES	LAND DESCRIPTION	
L0628	1280	5-19-087: 29-33 OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM TO THE BASE OF THE PEKISKO FM	(DRRZD 40) (DRRZD 174)
L0629	768	5-19-087: 34-36 OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM TO THE BASE OF THE PEKISKO FM	(DRRZD 40) (DRRZD 174)
L0630	1536	5-20-087: 31-36 OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM TO THE BASE OF THE PEKISKO FM	(DRRZD 40) (DRRZD 174)
L0631	1536	5-19-088: 4-9 OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM TO THE BASE OF THE PEKISKO FM	(DRRZD 40) (DRRZD 174)
12	14,848.00	HA TOTALS	END

DEEPER RIGHTS REVERSION ZONE DESIGNATIONS

APPLICABLE TO THE 2006, OCTOBER 18 PUBLIC OFFERING NOTICE

DRRZD: 6 ZONE: 2140 VIKING FM

INTERVAL: 2,600.00 - 2,680.00 FEET
KEY WELL: 00/10-10-042-14W4/0
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

DRRZD: 258 ZONE: 7040 WOODBEND GRP

INTERVAL: 1,284.00 - 2,251.00 FEET
KEY WELL: 00/10-29-077-18W4/0
LOG TYPE: SONIC

END

ADDENDA AND CONTACTS APPLICABLE TO THE 2006, OCTOBER 18 PUBLIC OFFERING NOTICE

ERA000801 LAND DESCRIPTION
LEASE L0620 4-09-088: 28L1SP,L2SP,L3SP,L4SP

IS/ARE WITHIN A POTENTIAL LANDFILL SITE.

SURFACE ACCESS IS NOT PERMITTED

FOR FURTHER INFORMATION, PLEASE CONTACT:

LEE BAKER
FORESTER
DEPT. OF SUSTAINABLE RESOURCE DEV
FORT MCMURRAY OFFICE-LAND USE AREA- PUBLIC LANDS AND FORESTS
PROVINCIAL BUILDING
9915 FRANKLIN AVE FLOOR 3
BOX 35
FORT MCMURRAY AB T9H 2K4 (780) 743-7120

IRS000703 LAND DESCRIPTION
LEASE L0620 4-09-088: 19P;28EP;30SP,NW,NEP

IS/ARE WITHIN THE FORT MCMURRAY-ATHABASCA OIL SANDS INTEGRATED RESOURCE PLAN.
ACCESS FOR INTENSIVE DRILLING OF OIL SANDS IS NOT PERMITTED.

SURFACE ACCESS IS NOT PERMITTED

FOR FURTHER INFORMATION, PLEASE CONTACT:

LEE BAKER
FORESTER
DEPT. OF SUSTAINABLE RESOURCE DEV
FORT MCMURRAY OFFICE-LAND USE AREA- PUBLIC LANDS AND FORESTS
PROVINCIAL BUILDING
9915 FRANKLIN AVE FLOOR 3
BOX 35
FORT MCMURRAY AB T9H 2K4 (780) 743-7120

IRS000704 LAND DESCRIPTION
LEASE L0620 4-10-088: 25SP,NWP,NE

IS/ARE WITHIN THE FORT MCMURRAY-ATHABASCA OIL SANDS INTEGRATED RESOURCE PLAN.

SURFACE ACCESS IS SUBJECT TO SPECIFIC RESTRICTIONS

APPENDIX 3

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ADDENDA AND CONTACTS APPLICABLE TO THE 2006, OCTOBER 18 PUBLIC OFFERING NOTICE

FOR FURTHER INFORMATION, PLEASE CONTACT:

LEE BAKER
FORESTER
DEPT. OF SUSTAINABLE RESOURCE DEV
FORT MCMURRAY OFFICE-LAND USE AREA- PUBLIC LANDS AND FORESTS
PROVINCIAL BUILDING
9915 FRANKLIN AVE FLOOR 3
BOX 35
FORT MCMURRAY AB T9H 2K4 (780) 743-7120

IRS000705 LAND DESCRIPTION
LEASE L0620 4-09-088: 19P;28EP;30SP,NW,NEP

IS/ARE WITHIN THE FORT MCMURRAY-ATHABASCA OIL SANDS INTEGRATED RESOURCE PLAN.
CONDITIONAL ACCESS FOR SURFACE MINING OF OIL SANDS.

SURFACE ACCESS IS SUBJECT TO SPECIFIC RESTRICTIONS

FOR FURTHER INFORMATION, PLEASE CONTACT:

LEE BAKER
FORESTER
DEPT. OF SUSTAINABLE RESOURCE DEV
FORT MCMURRAY OFFICE-LAND USE AREA- PUBLIC LANDS AND FORESTS
PROVINCIAL BUILDING
9915 FRANKLIN AVE FLOOR 3
BOX 35
FORT MCMURRAY AB T9H 2K4 (780) 743-7120

END