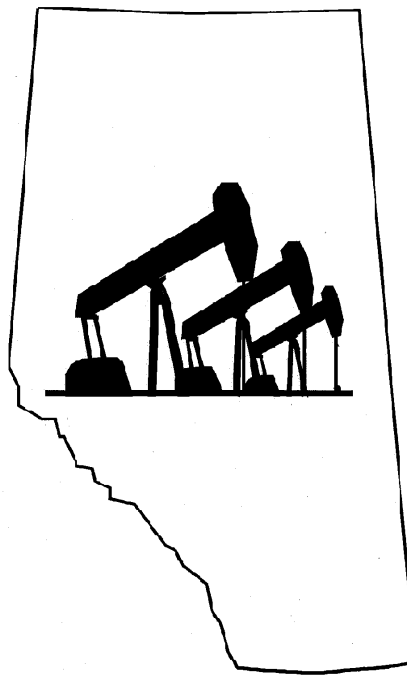


2007 OCTOBER 03

PUBLIC OFFERING OF CROWN OIL SANDS RIGHTS



PUBLIC OFFERING CONTROL COUNTS FOR 2007.10.03

From	To	Total	Area
LEASES: L0466	L0480	15	45,242.7200 ha.
PERMITS: P0000	P0000	0	0.0000 ha.

		15	45,242.7200 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 2007 October 03**.

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).

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. A bonus 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. Payments must be made by electronic funds transfer (EFT) only.
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.

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 (DRRZDs).

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. Results of the public offering will be available **2007 October 03** in the afternoon on the Department's website at <http://www.energy.gov.ab.ca>.
2. All agreements are issued electronically in accordance with the Mines & Minerals Act and its regulations.

2007 August 08
EDMONTON, Alberta

Steve Tkalcic - Director Operations
Oil Sands Development

OIL SANDS LEASES

LEASE SCHEDULE

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2007, OCTOBER 03

LEASE	HECTARES	LAND DESCRIPTION	
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--- ATHABASCA OS AREA ---			
L0466	2304	4-25-094: 15;22;23;25-27;34-36 OIL SANDS BELOW THE TOP OF THE VIKING FM TO THE BASE OF THE WOODBEND GRP	(CRG000145) (DRRZD 6) (DRRZD 258)
L0467	1978.72	4-25-094: 16;17E,WF;20E,WF;21;28;29E,WF;32E,WF;33 OIL SANDS BELOW THE TOP OF THE VIKING FM TO THE BASE OF THE WOODBEND GRP	(CRG000145) (DRRZD 6) (DRRZD 258)
L0468	256	4-04-095: 8 OIL SANDS BELOW THE TOP OF THE VIKING FM TO THE BASE OF THE WOODBEND GRP	(CRG000114) (DRRZD 6) (DRRZD 258)
L0469	256	4-04-095: 18 OIL SANDS BELOW THE TOP OF THE VIKING FM TO THE BASE OF THE WOODBEND GRP	(CRG000114) (DRRZD 6) (DRRZD 258)
L0470	256	4-04-095: 20 OIL SANDS BELOW THE TOP OF THE VIKING FM TO THE BASE OF THE WOODBEND GRP	(DRRZD 6) (DRRZD 258)
L0471	768	4-04-095: 22;26;28 OIL SANDS BELOW THE TOP OF THE VIKING FM TO THE BASE OF THE WOODBEND GRP	(DRRZD 6) (DRRZD 258)
L0472	2048	4-21-095: 5-8 4-22-095: 1;2;11;12 OIL SANDS BELOW THE TOP OF THE VIKING FM TO THE BASE OF THE WOODBEND GRP	(CRG000141) (CRG000142) (DRRZD 6) (DRRZD 258)
L0473	2048	4-22-095: 3-10 OIL SANDS BELOW THE TOP OF THE VIKING FM TO THE BASE OF THE WOODBEND GRP	(CRG000142) (DRRZD 6) (DRRZD 258)
L0474	1536	4-23-095: 1-3;10-12 OIL SANDS BELOW THE TOP OF THE VIKING FM TO THE BASE OF THE WOODBEND GRP	(CRG000143) (DRRZD 6) (DRRZD 258)

2007, OCTOBER 03

LEASE	HECTARES	LAND DESCRIPTION	
L0475	1536	4-23-095: 4-9 OIL SANDS BELOW THE TOP OF THE VIKING FM TO THE BASE OF THE WOODBEND GRP	(CRG000143) (DRRZD 6) (DRRZD 258)
L0476	1536	4-24-095: 1;2;11-14 OIL SANDS BELOW THE TOP OF THE VIKING FM TO THE BASE OF THE WOODBEND GRP	(CRG000144) (DRRZD 6) (DRRZD 258)
L0477	3072	4-24-095: 3-10;15-18 OIL SANDS BELOW THE TOP OF THE VIKING FM TO THE BASE OF THE WOODBEND GRP	(CRG000144) (DRRZD 6) (DRRZD 258)

--- PEACE RIVER OS AREA ---

L0478	9216		(MTS000701-34-M002)
	TRACT ONE	5-12-080: 19-36 5-13-080: 19;20S,NW;21S;22S;23S;24;25;29W;30;31;32N, SW;33N;34N;35N;36 OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM TO THE BASE OF THE PEKISKO FM	(DRRZD 40) (DRRZD 174)
	TRACT TWO	5-13-080: 20NE;21N;22N;23N;26-28;29E;32SE;33S;34S;35S OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM TO THE BASE OF THE PEKISKO FM EXCEPTING OIL SANDS IN THE BLUESKY-BULLHEAD	(DRRZD 40) (DRRZD 174) (DRRZD 21)
L0479	9216		(MTS000701-34-M002)
	TRACT ONE	5-12-081: 1-30;34-36 OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM TO THE BASE OF THE PEKISKO FM	(DRRZD 40) (DRRZD 174)
	TRACT TWO	5-12-081: 31 OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM TO THE TOP OF THE DEBOLT FM	(DRRZD 40) (DRRZD 42)
	TRACT THREE	5-12-081: 32;33 OIL SANDS BELOW THE BASE OF THE PEACE RIVER FM TO THE TOP OF THE DEBOLT FM	(DRRZD 40) (DRRZD 42)

OIL SANDS LEASES

LEASE SCHEDULE

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2007, OCTOBER 03

LEASE	HECTARES	LAND DESCRIPTION	
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L0480	9216		(MTS000701-34-M002)
TRACT ONE		5-13-081: 1S,NE;2S;3S;4S;5S,NW;6;7;8W;12E;13N,SE;14N; 15N;16N;17N,SW;18-24;29-31	
		OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM	(DRRZD 40)
		TO THE BASE OF THE PEKISKO FM	(DRRZD 174)
TRACT TWO		5-13-081: 1NW;2N;3N;4N;5NE;8E;9-11;12W;13SW;14S;15S; 16S;17SE	
		OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM	(DRRZD 40)
		TO THE BASE OF THE PEKISKO FM	(DRRZD 174)
		EXCEPTING OIL SANDS IN THE BLUESKY-BULLHEAD	(DRRZD 21)
TRACT THREE		5-13-081: 25-28;32-36	
		OIL SANDS BELOW THE TOP OF THE PEACE RIVER FM	(DRRZD 40)
		TO THE TOP OF THE DEBOLT FM	(DRRZD 42)

15	45,242.72	HA TOTALS	END

DEEPER RIGHTS REVERSION ZONE DESIGNATIONS

APPLICABLE TO THE 2007, OCTOBER 03 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: 21 ZONE: 3052 BLUESKY-BULLHEAD

INTERVAL: 2,754.00 - 3,043.00 FEET
KEY WELL: 00/10-32-081-01W6/0
LOG TYPE: DUAL INDUCTION SPHERICALLY FOCUSED

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: 42 ZONE: 6120 DEBOLT FM

INTERVAL: 4,444.00 - 5,294.00 FEET
KEY WELL: 00/10-11-080-03W6/0
LOG TYPE: DUAL INDUCTION-LATEROLOG

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 2007, OCTOBER 03 PUBLIC OFFERING NOTICE

CRG000114

LEASE L0468
LEASE L0469

ALL LAND(S) IS/ARE WITHIN AN IMPORTANT CARIBOU RANGE.

SURFACE ACCESS IS SUBJECT TO SPECIFIC RESTRICTIONS

FOR FURTHER INFORMATION, PLEASE CONTACT:

BILL BLACK
LAND USE SPECIALIST
DEPT. OF SUSTAINABLE RESOURCE DEV
ATHABASCA OFFICE - RANGELAND DISTRICT-LANDS DIVISION
4901 50 ST
ATHABASCA AB T9S 1E2 (780) 675-8168

CRG000141 LAND DESCRIPTION

LEASE L0472 4-21-095: 5-8

IS/ARE WITHIN AN IMPORTANT CARIBOU RANGE.

SURFACE ACCESS IS SUBJECT TO SPECIFIC RESTRICTIONS

FOR FURTHER INFORMATION, PLEASE CONTACT:

THERESE YACYSHYN
FOREST OFFICER
DEPT. OF SUSTAINABLE RESOURCE DEV
HIGH PRAIRIE OFFICE - LAND USE AREA -LANDS DIVISION
PO BOX 149
HIGH PRAIRIE AB T0G 1E0 (780) 523-6524

CRG000142 LAND DESCRIPTION

LEASE L0472 4-22-095: 1;2;11;12
LEASE L0473

IS/ARE WITHIN AN IMPORTANT CARIBOU RANGE.

SURFACE ACCESS IS SUBJECT TO SPECIFIC RESTRICTIONS

FOR FURTHER INFORMATION, PLEASE CONTACT:

THERESE YACYSHYN
FOREST OFFICER
DEPT. OF SUSTAINABLE RESOURCE DEV
HIGH PRAIRIE OFFICE - LAND USE AREA -LANDS DIVISION
PO BOX 149
HIGH PRAIRIE AB T0G 1E0 (780) 523-6524

APPENDIX 3

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ADDENDA AND CONTACTS APPLICABLE TO THE 2007, OCTOBER 03 PUBLIC OFFERING NOTICE

CRG000143

LEASE L0474
LEASE L0475

ALL LAND(S) IS/ARE WITHIN AN IMPORTANT CARIBOU RANGE.

SURFACE ACCESS IS SUBJECT TO SPECIFIC RESTRICTIONS

FOR FURTHER INFORMATION, PLEASE CONTACT:

THERESE YACYSHYN
FOREST OFFICER
DEPT. OF SUSTAINABLE RESOURCE DEV
HIGH PRAIRIE OFFICE - LAND USE AREA -LANDS DIVISION
PO BOX 149
HIGH PRAIRIE AB TOG 1E0 (780) 523-6524

CRG000144

LEASE L0476
LEASE L0477

ALL LAND(S) IS/ARE WITHIN AN IMPORTANT CARIBOU RANGE.

SURFACE ACCESS IS SUBJECT TO SPECIFIC RESTRICTIONS

FOR FURTHER INFORMATION, PLEASE CONTACT:

THERESE YACYSHYN
FOREST OFFICER
DEPT. OF SUSTAINABLE RESOURCE DEV
HIGH PRAIRIE OFFICE - LAND USE AREA -LANDS DIVISION
PO BOX 149
HIGH PRAIRIE AB TOG 1E0 (780) 523-6524

CRG000145

LAND DESCRIPTION

LEASE L0466
LEASE L0467 4-25-094: 16;17E,WF;20E,WF;21;28;29E,WF;32E,WF;33

IS/ARE WITHIN AN IMPORTANT CARIBOU RANGE.

SURFACE ACCESS IS SUBJECT TO SPECIFIC RESTRICTIONS

FOR FURTHER INFORMATION, PLEASE CONTACT:

THERESE YACYSHYN
FOREST OFFICER
DEPT. OF SUSTAINABLE RESOURCE DEV
HIGH PRAIRIE OFFICE - LAND USE AREA -LANDS DIVISION
PO BOX 149
HIGH PRAIRIE AB TOG 1E0 (780) 523-6524

ADDENDA AND CONTACTS APPLICABLE TO THE 2007, OCTOBER 03 PUBLIC OFFERING NOTICE

MTS000701-34-M002

LEASE L0478

LEASE L0479

LEASE L0480

THE SUCCESSFUL BIDDER MUST ENTER INTO A DEVELOPMENT AGREEMENT WITH THE METIS SETTLEMENTS GENERAL COUNCIL AND THE AFFECTED SETTLEMENT THAT INCLUDES NEGOTIATED COMMITMENTS TO:

- 1) ENSURE THE PROTECTION OF THE ENVIRONMENT IN THE SETTLEMENT AREA IN ACCORDANCE WITH THE GIFT LAKE ENVIRONMENTAL GUIDELINES; APPLICABLE PROVINCIAL STANDARDS AND SETTLEMENT BYLAWS;
- 2) CONDUCT OPERATION IN A WAY THAT MAINTAINS THE SOCIAL AND CULTURAL ORDER OF THE SETTLEMENT AREA AND CONFORMS WITH THE DEVELOPMENT PLANS AND LAND USE RESTRICTIONS ESTABLISHED BY THE SETTLEMENT COUNCIL;
- 3) EMPLOY, TRAIN, AND PROVIDE BUSINESS OPPORTUNITIES TO SETTLEMENT MEMBERS, TO AN EXTENT THAT IS PRACTICAL, DURING THE CONSTRUCTION, OPERATION, RECLAMATION AND ABANDONMENT PHASES OF ITS OPERATIONS IN THE SETTLEMENT AREA;
- 4) PAY APPLICABLE SETTLEMENT LICENCE FEES AND TAXES;
- 5) PROVIDE FAIR AND REASONABLE COMPENSATION FOR TIMBER LOSS, CULTURAL LOSS, SURFACE ACCESS AND DAMAGES, INCLUDING INFRASTRUCTURE DAMAGE, AND OTHER SPECIAL DAMAGES;
- 6) RECOGNIZE THE GENERAL COUNCIL'S RIGHT TO AN OVERRIDING ROYALTY AND 25% PARTICIPATION OPTION AS PROVIDED FOR IN THE CO-MANAGEMENT AGREEMENT (SCHEDULE 3 OF THE METIS SETTLEMENTS ACT);
- 7) ADHERE TO THE PROCEDURES CONTAINED IN THE CO-MANAGEMENT AGREEMENT AND INFORMATION LETTER 92-19.
- 8) THE SUCCESSFUL BIDDER WILL BE REQUIRED TO SIGN AN AGREEMENT IN THE FORM OF THE MASTER DEVELOPMENT AGREEMENT, THE TEMPLATE OF WHICH IS AVAILABLE FROM THE GENERAL COUNCIL UPON REQUEST.

PLEASE NOTE: UNDER THE MASTER DEVELOPMENT AGREEMENT, THE SUCCESSFUL BIDDER WILL BE A JOINT VENTURE PARTNER WITH THE METIS SETTLEMENTS GENERAL COUNCIL. FURTHER INFORMATION CAN BE OBTAINED BY CONTACTING, DARLENE CARIFELLE, POSTING COORDINATOR FOR THE METIS SETTLEMENTS GENERAL COUNCIL, AT (780) 822-4068.

SURFACE ACCESS IS SUBJECT TO SPECIFIC RESTRICTIONS

FOR FURTHER INFORMATION, PLEASE CONTACT:

DARLENE CARIFELLE

METIS SETTLEMENTS GENERAL COUNCIL

10335 172 ST NW SUITE 200

EDMONTON AB T5S 1K9

(780) 822-4068

END