

ANNUAL LEASE INFORMATION FOR VETERAN LEGACY

PARCEL 1: E ½ 11-79-2-W6TH

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PARCEL 2: E ½ 3-79-2-W6TH

CANADIAN NATURAL RESOURCES LIMITED	
File No.: 1152818/1	\$ 4,500.00
(Surface Lease dated: August 19, 1978)	
CANADIAN NATURAL RESOURCES LIMITED	
File No.: 1154219/1	\$ 4,750.00
(Surface Lease dated: September 9, 1998)	
CANADIAN NATURAL RESOURCES LIMITED	
File No.: 1157802/1	\$ 3,875.00
(Surface Lease dated: July 19, 2001)	
CANADIAN NATURAL RESOURCES LIMITED	
File No.: 1157952/1	<u>\$ 1,750.00</u>
(Surface Lease dated: October 1, 2001)	
Parcel 2 Subtotal	\$ 14,875.00



PARCEL 3: W ½ 2-79-2-W6TH

CANADIAN NATURAL RESOURCES LIMITED.	
File No.: 1153988/1	\$ 4,495.00
(Surface Lease dated: October 10, 1997)	

GRAND TOTAL OF 3 PARCELS **\$ 19,370.00**

*Please note all the Canadian Natural Resources Limited surface leases have a suspended status. We have been advised by Canadian Natural Resources Limited ("CNRL") that "[none of the] files are currently in reclamation".

*Please note there are 2 Surface Leases on Parcel 3 in favor of Hanna Oil & Gas Company - Canada ULC. that are in arrears. The Owners have retained Stringam LLP (Suzanne Smith as Surface Rights Coordinator and Patrice Brideau as Lawyer) to re-apply on their behalf to the tribunal board for unpaid rent. Stringam LLP has advised that "there were two successful applications with the LPRT that directed the operators to pay the landowners for the unpaid annual compensation. RC2018.0373 & RC2018.0372. CNRL contested the decision and lost. Below is a summary of the landowners leases on their land:

Request was sent to CNRL to pay outstanding annual compensation income for 100/03-02-079-02 W6M site. The LPRT made a decision on September 29, 2021 on the file, RC2018.0372, directing CNRL to pay their portion of the annual compensation for this site. CNRL has a 19.32% ownership interest. Outstanding years are 2020, 2021, 2022, 2023 and 2024.

<u>Working Interest Owners</u>	<u>Original %</u>	<u>Annual Compensation</u>
Hanna Oil & Gas Company	52.83 %	\$1,769.80
Canadian Natural Resources	19.32 %	\$698.14
TAQA North	4.45 %	\$149.08
W.F. Brown Exploration Ltd.	2.56 %	\$85.76
Harvest Operations Corp		
Sold to Spoke Aug 1/2020	<u>20.84%</u>	<u>\$ 647.22</u>
	100.00%	\$ 3,350.00

On December 5, 2023, W. F. Brown Exploration Ltd. issued a payment for their percentage of share as per below:

WELL ID	ANNUAL RENTAL	YEAR	WFB \$ WITH HANNA & SHORELINE SHARE	PAYABLE
File No.: RC2018.0372 100/03-2-079-02-W6	\$3,350.00	January 2, 2024	5.4268%	\$181.80
File No.: RC2018.0373 102/12-2-079-02-W6	\$3,350.00	May 29, 2024	5.4268%	\$181.80

*NOTE- the percentage listed on the W.F. Brown Exploration Ltd. payment was taken directly from the correspondence enclosing the payment. Should the high bidder proceed on this matter, clarification will be required by Stringam LLP on the discrepancy on the share percentages.

Spoke Resources Ltd. has yet to reply to any [of the] correspondence from [Stringam LLP]. The following are the outstanding files, [that they] unfortunately [do not have] any other details [on]:

- 1 SW 2-79-2 W6M
Spoke File # S13785
Lease Date: February 2, 1998 (I have a lease date of January 2, 1998 for 3.41 acres lease)

- 2 *NW 2-79-2 W6M LS 12 #2*
Spoke File # S13786
Lease Date: May 29, 1998
3.56 acres

- 3 *NW 2-79-2 W6M LS 12 #1*
Spoke File # ?
Lease Date: October 10, 1997
4.91 acres

- 4 *NW 2-79-2 W6M LS 12 #3*
Spoke File # ?
Lease Date: ?
1.28 acres

The Owners have requested that Stringam LLP invoice for all services rendered to date and place the file on a temporary hold. All outstanding monies will be assigned to the high bidder. Should the high bidder choose to continue using Stringam LLP to assist with the applications, it will be at their request and expense. For clarity, there will not be an adjustment for the payments received to date.

This statement is based on information provided to us. The information is believed to be correct, but its accuracy cannot be guaranteed. Errors and/or omissions discovered prior and after auction shall be adjusted directly between the parties. E. & O.E.