

ANNUAL LEASE INFORMATION FOR BROWNVALE OPTION

PARCEL 1: SW-35-82-W6-W5TH

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PARCEL 2: NE-34-82-26-W5TH

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PARCEL 3: SE-34-82-26-W5TH

BLUE SKY RESOURCES LTD.

Secured on title in favor of Zargon Oil & Gas Ltd.

Surface Lease dated: December 30, 2003

\$ 3,300.00

**see note*

PARCEL 4: NW-27-82-26-W5TH

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PARCEL 5: LSD 3, 4 & 5 27-82-26-W5TH

ADVANTAGE ENERGY LTD.

Surface Lease dated: October 3, 2000

\$ 2,750.00

**see note*

GRAND TOTAL OF 5 PARCELS

\$ 6,050.00



**Please note Blue Sky Resources Ltd. has not paid the 2024- 2025 rental. The Owners will be applying for Section 36 with the Land and Property Rights Tribunal for the outstanding compensation. For clarity, there will not be an adjustment on the Statement of Adjustments at closing. Should Blue Sky Resources Ltd. continue not to pay, it will be up to the high bidder to continue applying for Section 36 to recover the unpaid compensation.*

**Please note the well in favor of Advantage Energy Ltd. has an abandoned status. They have advised that they "[are] very close to applying for reclamation certification. All it requires is a detailed site assessment, then reclamation application (if all is good)."*

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.