SURFACE RIGHTS BOARD QUARTERLY ACTIVITY REPORT

SIGNED AGREEMENTS FOR SURFACE LEASES:-

| Brought Forward Received this Quarter Carried Forward | 2201 24 2225 |
|--|--------------------|
| REVIEW OF COMPENSATION APPLICATIONS:- | _ |
| Brought Forward Received this Quarter Settled or Closed this Quarter | 0 0 0 |
| Carried Forward | 0 |
| RIGHT-OF-ENTRY APPLICATIONS:- | |
| Brought Forward | 0 |
| Received this Quarter Settled or Closed this Quarter | 0 0 |
| Carried Forward | 0 |
| TORTIOUS ACTS:- | |
| Brought Forward | 0 |
| Received this Quarter Settled or Closed this Quarter | 0 |
| Carried Forward | 0 |
| OTHER APPLICATIONS | |
| TERMINATION OF BOARD ORDERS:- | |
| Brought Forward | 0 |
| Received this Quarter Settled or Closed this Quarter | 0 0 |
| Carried Forward | 0 |
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| APPLICATION FOR ABANDONMNENT ORDER:- | |
| Brought Forward | 0 |
| Received this Quarter | 0 |
| Settled or Closed this Quarter | 0 |
| Carried Forward | 0 |
| BOARD ORDERS ISSUED:- | 0 |
| MEDIATION REPORTS:- | 0 |

DETAILS OF CARRIED FORWARD APPLICATIONS:-

| TYPE OF APPLICATION | File No. | Owner/Operator |
|--------------------------|----------|----------------|
| REVIEW OF COMPENSATION:- | 0 | 0 |
| RIGHT-OF-ENTRY:- | 0 | 0 |
| | | |

| TORTIOUS ACTS:- | 0 | 0 | |
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TERMINATION OF BOARD ORDERS:-

0

ABANDONMENT ORDER:-

The following table is a summary of those amount reached in freely negotiated leases

in the quarter from July 1, 2004 to September 30, 2004

| Company | File No. | LSD | Sec. | Twp. | Rge. | Acres | Fir | st Year | noun A | nnual |
|---------------|----------|---------|--------------|------|------|---------------------------------------|--|---------|-----------|-------|
| | | | , | | | | 1 🛦 | 0.700 | | 0.000 |
| Tundra | 109-04 | LSD 9 | 5 | 3 | 21 | 3.87 | \$ | 6,500 | \$ | 2,300 |
| Tundra | 92-04 | LSD 9 | 15 | 1 | 24 | 3.56 | \$ | 6,500 | \$ | 2,300 |
| Tundra | 101-04 | LSD 7 | 14 | 1 | 24 | 4.42 | \$ | 6,500 | \$ | 2,300 |
| Tundra | 102-04 | LSD 11 | 14 | 1 | 24 | 4.73 | \$ | 6,500 | \$ | 2,300 |
| Tundra | 104-04 | LSD 14 | 14 | 1 | 24 | 4.31 | \$ | 6,500 | \$ | 2,300 |
| Tundra | 105-04 | LSD 15 | 14 | 1 | 24 | 3.58 | \$ | 6,500 | \$ | 2,300 |
| Tundra | 99-04 | LSD 16 | 14 | 1 | 24 | 4.14 | \$ | 6,500 | \$ | 2,300 |
| Tundra | 96-04 | LSD 5 | 15 | 1 | 24 | 1.21 | \$ | 200 | <u> </u> | NIL |
| Tundra | 95-04 | LSD 5 | 15 | 1 | 24 | 4.04 | \$ | 6,500 | \$ | 2,300 |
| Tundra | 106-04 | LSD 7 | 15 | 1 | 24 | 3.93 | \$ | 6,500 | \$ | 2,300 |
| Tundra | 100-04 | LSD 6 | 14 | 1 | 24 | 0.52 | \$ | 1,500 | \$ | 500 |
| Tundra | 103-04 | LSD 6 | 14 | 1 | 24 | 0.52 | \$ | 1,500 | \$ | 500 |
| Tundra | 93-04 | NW | 15 | 1 | 24 | 0.52 | \$ | 1,000 | \$ | 350 |
| Tundra | 91-04 | LSD 11 | 15 | 1 | 24 | 4.36 | \$ | 6,500 | \$ | 2,300 |
| Tundra | 94-04 | LSD 6 | 15 | 1 | 24 | 5.17 | \$ | 6,500 | \$ | 2,300 |
| Tundra | 114-04 | LSD 5 | 35 | 2 | 24 | 3.78 | \$ | 6,500 | \$ | 2,300 |
| Tundra | 98-04 | LSD 11 | 12 | 9 | 25 | 6.71 | \$ | 6,000 | \$ | 2,000 |
| EOG Resources | 111-04 | S 1/2 | 2 | 2 | 25 | 6.57 | \$ | 850 | | |
| EOG Resources | 110-04 | SE | 3 | 2 | 25 | 3.75 | \$ | 850 | | |
| EOG Resources | 113-04 | SW | 3 | 2 | 25 | 2.98 | \$ | 850 | | |
| EOG Resources | 112-04 | SE | 4 | 2 | 25 | 2.48 | \$ | 850 | | |
| Montcliff Res | 107-04 | LSD 2 | 20 | 10 | 28 | 3.35 | \$ | 6,500 | \$ | 2,200 |
| Tundra | 97-04 | LSD 15A | 20 | 10 | 28 | 3.34 | \$ | 6,500 | \$ | 2,200 |
| Rideau | 108-04 | LSD 13 | 21 | 9 | 29 | 2.51 | \$ | 6,500 | \$ | 2,300 |
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^{*}Road Access

^{**}Flow Line Right of Way

^{***}Power Line Right of Way

^{****}Petroleum and Natural Gas Lease

The average for freely negotiated leases reached in the quarter July 1, 2004 to September 30, 2004 are as follows:

| | Range | Twp. | #Leases | Average <u>Acres</u> | Average Amoun First Year / Ar | <u>ts</u> nual |
|-----------------|-------|------|---------|-------------------------|----------------------------------|-------------------|
| SURFACE LEASES* | 21 | 3 | 1 | 3.87 \$ | 6,500 \$ | 2,300 |
| | 24 | 1 | 11 | 3.95 | 5,927 | 2,091 |
| | 24 | 2 | 1 | 3.78 | 6,500 | 2,300 |
| | 25 | 9 | 1 | 6.71 | 6,000 | 2,000 |
| | 28 | 10 | 2 | 3.35 | 6,500 | 2,200 |
| | 29 | 9 | 1 | 2.51 | 6,500 | 2,300 |
| | | | 17 | 3.94 | 6,100 | 2,135 |

SURFACE LEASES BY COMPANY

| | #Leases | Average Acres | Average Amo First Year / | ounts Annual |
|-------------------------|--|--|--|--|
| (1) Tundra | 15 | 4.08 \$ | 6,047 | \$ 2,120 |
| (2) Rideau | 1 | 2.51 \$ | 6,500 | \$ 2,300 |
| (3) Montcliff Resources | 1 | 3.35 \$ | 6,500 | \$ 2,200 |
| (4) | | | | |
| (5) | | | | |
| (6) | gradu triugian maturi naggar palitura kilo naggar palitura kilo nagbar kilo nagbar palitura k | and the day, the trans of the belleville description of the best of the second | Ightacy i considera - form industrial distributions industrial distributions in the consideration of the conside | esugowyan row wwars was nameronica men |
| | 17 | 3.94 \$ | 6,100 | \$ 2,135 |
| | | | | |

*** NATURAL GAS LEASES BY COMPANY

| ** FLOWLINE RIGHT OF WAY BY COMPANY | | | |
|-------------------------------------|---|------|-------|
| (1) EOG Resources | 4 | 3.95 | \$850 |
| (2) | | | |
| (3) | | | |
| (1) Average Amount per Average Acre | | | |
| | | | |
| *ACCECE DOADS | | | |

| * | \sim | ECC | : DA | ADE |
|---|--------|-----|------|-----|

| Tundra | 3 | 0.52 \$ | 1,333 | 450.00 |
|--------|---|---------|-------|--------|
|--------|---|---------|-------|--------|