

SURFACE RIGHTS BOARD
QUARTERLY ACTIVITY REPORT

SIGNED AGREEMENTS FOR SURFACE LEASES:-

| | |
|-----------------------|------|
| Brought Forward | 2225 |
| Received this Quarter | 59 |
| Carried Forward | 2284 |

REVIEW OF COMPENSATION APPLICATIONS:-

| | |
|--------------------------------|---|
| Brought Forward | 0 |
| Received this Quarter | 0 |
| Settled or Closed this Quarter | 0 |
| Carried Forward | 0 |

RIGHT-OF-ENTRY APPLICATIONS:-

| | |
|--------------------------------|---|
| Brought Forward | 0 |
| Received this Quarter | 0 |
| Settled or Closed this Quarter | 0 |
| Carried Forward | 0 |

TORTIOUS ACTS:-

| | |
|--------------------------------|---|
| Brought Forward | 0 |
| Received this Quarter | 0 |
| Settled or Closed this Quarter | 0 |
| Carried Forward | 0 |

OTHER APPLICATIONS

TERMINATION OF BOARD ORDERS:-

| | |
|--------------------------------|---|
| Brought Forward | 0 |
| Received this Quarter | 0 |
| Settled or Closed this Quarter | 0 |
| Carried Forward | 0 |

O/S ANNUAL RENTAL APPLICATIONS;

| | |
|--------------------------------|---|
| Brought Forward | 0 |
| Received this Quarter | 1 |
| Settled or Closed this Quarter | 1 |
| Carried Forward | 0 |

APPLICATION FOR ABANDONMENT ORDER:-

| | |
|--------------------------------|---|
| Brought Forward | 0 |
| Received this Quarter | 0 |
| Settled or Closed this Quarter | 0 |
| Carried Forward | 0 |

BOARD ORDERS ISSUED:-

0

MEDIATION REPORTS:-

0

October 1, 2004 to December 31, 2004

DETAILS OF CARRIED FORWARD APPLICATIONS:-

| TYPE OF APPLICATION | <u>File No.</u> | <u>Owner/Operator</u> |
|--------------------------------|-----------------|--------------------------|
| REVIEW OF COMPENSATION:- | 0 | 0 |
| RIGHT-OF-ENTRY:- | 0 | 0 |
| TORTIOUS ACTS:- | 0 | 0 |
| O/S ANNUAL RENTAL APPLICATIONS | 02-04 | Coleman vs. Prairie Well |
| TERMINATION OF BOARD ORDERS:- | 0 | 0 |
| ABANDONMENT ORDER:- | 0 | 0 |

October 1, 2004 to December 31, 2004

The following table is a summary of those amount reached in freely negotiated leases
in the quarter from October 1, 2004 to December 31, 2004

| Company | File No. | LSD | Sec. | Twp. | Rge. | Acres | Amount | | |
|----------------|----------|--------|------|------|------|-------|------------|----------|-----|
| | | | | | | | First Year | Annual | |
| EOG Resources | 115-04 | N 1/2 | 5 | 1 | 24 | 1.06 | \$ 300 | | *** |
| EOG Resources | 116-04 | SE | 8 | 1 | 24 | 0.24 | \$ 100 | | *** |
| EOG Resources | 117-04 | NE | 8 | 1 | 24 | 0.86 | \$ 250 | | *** |
| New Midland | 149-04 | LSD 13 | 10 | 2 | 24 | 2.82 | \$ 5,400 | \$ 2,300 | |
| Tundra | 150-04 | LSD 4 | 11 | 9 | 25 | 3.71 | \$ 6,000 | \$ 2,000 | |
| Tundra | 121-04 | LSD 8 | 14 | 9 | 25 | 6.23 | \$ 6,500 | \$ 2,300 | |
| 2214351 MB LTD | 120-04 | LSD 5 | 9 | 10 | 26 | 5.00 | \$ 2,000 | N/A | |
| Montcliff Res | 161-04 | LSD 5 | 29 | 11 | 26 | 3.92 | \$ 6,500 | \$ 2,500 | |
| Tundra | 122-04 | LSD 16 | 18 | 7 | 28 | 4.17 | \$ 6,500 | \$ 2,300 | |
| Tundra | 123-04 | LSD 13 | 20 | 7 | 28 | 4.22 | \$ 6,500 | \$ 2,300 | |
| Tundra | 125-04 | LSD 8 | 20 | 10 | 28 | 4.26 | \$ 6,500 | \$ 2,200 | |
| Leader Res | 131-04 | LSD 4 | 24 | 10 | 28 | | \$ 6,500 | \$ 2,000 | |
| Grand Banks | 142-04 | LSD 14 | 34 | 6 | 29 | 2.80 | \$ 6,500 | \$ 2,300 | |
| Grand Banks | 141-04 | LSD 16 | 10 | 7 | 29 | 2.92 | \$ 6,500 | \$ 2,300 | |
| Tundra | 124-04 | LSD 3 | 24 | 7 | 29 | 4.77 | \$ 6,500 | \$ 2,300 | |
| Tundra | 132-04 | LSD 8 | 26 | 7 | 29 | 4.59 | \$ 6,500 | \$ 2,300 | |
| Tundra | 139-04 | LSD 9 | 33 | 7 | 29 | 4.36 | \$ 6,500 | \$ 2,300 | |
| Tundra | 140-04 | LSD 12 | 33 | 7 | 29 | 4.14 | \$ 6,500 | \$ 2,300 | |
| Tundra | 167-04 | LSD 2 | 4 | 8 | 29 | 4.25 | \$ 6,500 | \$ 2,300 | |
| Tundra | 137-04 | LSD 4 | 4 | 8 | 29 | 3.91 | \$ 6,500 | \$ 2,300 | |
| Tundra | 168-04 | LSD 5 | 4 | 8 | 29 | 4.15 | \$ 6,500 | \$ 2,300 | |
| Tundra | 169-04 | LSD 6 | 4 | 8 | 29 | 4.57 | \$ 6,500 | \$ 2,300 | |
| Tundra | 170-04 | LSD 7 | 4 | 8 | 29 | 4.64 | \$ 6,500 | \$ 2,300 | |
| Tundra | 171-04 | LSD 8 | 4 | 8 | 29 | 4.10 | \$ 6,500 | \$ 2,300 | |
| Tundra | 135-04 | LSD 9 | 4 | 8 | 29 | 4.11 | \$ 6,500 | \$ 2,300 | |
| Tundra | 163-04 | LSD 10 | 4 | 8 | 29 | 4.61 | \$ 6,500 | \$ 2,300 | |
| Tundra | 172-04 | LSD 11 | 4 | 8 | 29 | 4.60 | \$ 6,500 | \$ 2,300 | |
| Tundra | 138-04 | LSD 12 | 4 | 8 | 29 | 4.01 | \$ 6,500 | \$ 2,300 | |
| Tundra | 173-04 | LSD 13 | 4 | 8 | 29 | 4.37 | \$ 6,500 | \$ 2,300 | |
| Tundra | 174-04 | LSD 14 | 4 | 8 | 29 | 4.50 | \$ 6,500 | \$ 2,300 | |
| Tundra | 164-04 | LSD 15 | 4 | 8 | 29 | 4.45 | \$ 6,500 | \$ 2,300 | |
| Tundra | 165-04 | LSD 16 | 4 | 8 | 29 | 4.15 | \$ 6,500 | \$ 2,300 | |
| Tundra | 146-04 | LSD 2 | 8 | 8 | 29 | 5.87 | \$ 6,500 | \$ 2,300 | |
| Tundra | 134-04 | LSD 1 | 9 | 8 | 29 | 4.42 | \$ 6,500 | \$ 2,300 | |
| Tundra | 157-04 | LSD 2 | 9 | 8 | 29 | 4.66 | \$ 6,500 | \$ 2,300 | |
| Tundra | 156-04 | LSD 3 | 9 | 8 | 29 | 4.42 | \$ 6,500 | \$ 2,300 | |
| Tundra | 128-04 | LSD 4 | 9 | 8 | 29 | 4.04 | \$ 6,500 | \$ 2,300 | |
| Tundra | 155-04 | LSD 5 | 9 | 8 | 29 | 4.26 | \$ 6,500 | \$ 2,300 | |
| Tundra | 151-04 | LSD 6 | 9 | 8 | 29 | 4.48 | \$ 6,500 | \$ 2,300 | |
| Tundra | 154-04 | LSD 7 | 9 | 8 | 29 | 4.30 | \$ 6,500 | \$ 2,300 | |
| Tundra | 160-04 | LSD 10 | 9 | 8 | 29 | 4.74 | \$ 6,500 | \$ 2,300 | |
| Tundra | 153-04 | LSD 11 | 9 | 8 | 29 | 4.63 | \$ 6,500 | \$ 2,300 | |
| Tundra | 136-04 | LSD 12 | 9 | 8 | 29 | 4.12 | \$ 6,500 | \$ 2,300 | |
| Tundra | 166-04 | LSD 13 | 9 | 8 | 29 | 4.23 | \$ 6,500 | \$ 2,300 | |
| Tundra | 152-04 | LSD 14 | 9 | 8 | 29 | 3.89 | \$ 6,500 | \$ 2,300 | |
| Rideau | 159-04 | LSD 15 | 9 | 8 | 29 | 3.40 | \$ 6,500 | \$ 2,300 | |

*Road Access

**Flow Line Right of Way

***Power Line Right of Way

****Petroleum and Natural Gas Lease

October 1, 2004 to December 31, 2004

The average for freely negotiated leases reached in the quarter October 1, 2004 to December 31, 2004 are as follows:

| | <u>Range</u> | <u>Twp.</u> | <u>#Leases</u> | <u>Average Acres</u> | <u>Average Amounts</u> | |
|------------------------|--------------|-------------|----------------|--------------------------|------------------------|-----------------|
| | | | | | <u>First Year</u> | <u>/ Annual</u> |
| SURFACE LEASES* | 24 | 2 | 1 | 2.82 \$ | 5,400 | \$ 2,300 |
| | 25 | 9 | 2 | 4.97 | 6,250 | 2,150 |
| | 26 | 10 | 1 | 5.00 | 2,000 | N/A |
| | 26 | 11 | 1 | 3.92 | 6,500 | 2,500 |
| | 28 | 7 | 2 | 4.20 | 6,500 | 2,300 |
| | 28 | 10 | 2 | 4.26 | 6,500 | 2,100 |
| | 29 | 6 | 1 | 2.80 | 6,500 | 2,300 |
| | 29 | 7 | 5 | 4.16 | 6,500 | 2,300 |
| | 29 | 8 | 39 | 4.18 | 6,500 | 2,300 |
| | 29 | 9 | 2 | 2.47 | 6,100 | 2,100 |
| | | | 56 | 4.10 | 6,377 | 2,284 |

SURFACE LEASES BY COMPANY

| | <u>#Leases</u> | <u>Average Acres</u> | <u>Average Amounts</u> | |
|-------------------------|----------------|--------------------------|------------------------|-----------------|
| | | | <u>First Year</u> | <u>/ Annual</u> |
| (1) Tundra | 43 | 4.08 \$ | 6,488 | \$ 2,291 |
| (2) Rideau | 7 | 2.90 \$ | 6,386 | \$ 2,243 |
| (3) Montcliff Resources | 1 | 3.92 \$ | 6,500 | \$ 2,500 |
| (4) 2214351 MB LTD | 1 | 5.00 \$ | 2,000 | N/A |
| (5) New Midland | 1 | 2.82 \$ | 5,400 | \$ 2,300 |
| (6) Grand Banks | 2 | 2.86 \$ | 6,500 | \$ 2,300 |
| (7) Leader Resources | 1 | N/A \$ | 6,500 | \$ 2,000 |
| | 56 | 4.10 \$ | 6,377 | \$ 2,284 |

****NATURAL GAS LEASES BY COMPANY******* POWERLINE RIGHT OF WAY BY COMPANY**

| | | | |
|-------------------|---|------|-------|
| (1) EOG Resources | 3 | 0.72 | \$217 |
| (2) | | | |
| (3) | | | |

(1) Average Amount per Average Acre

***ACCESS ROADS**