

ANNUAL SURFACE LEASE INFORMATION FOR COUNTY LINE FARM

PARCEL 1: SE 7-19-25-W4TH and NE 7-19-25-W4TH

SEOL ENERGY INC. (Surface Lease date: October 14, 1993)	\$2,500.00
SEOL ENERGY INC. (Surface Lease date: August 4, 1993)	\$2,500.00
PARCEL 1 SUBTOTAL	<u>\$5,000.00</u>

PARCEL 2: NW 8-19-25-W4TH and SW 8-19-25-W4TH

SEOL ENERGY INC. (Surface Lease date: February 9, 1982)	\$4,363.00
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PARCEL 3: SW 7-19-25-W4TH

SEOL ENERGY INC. (Surface Lease date: November 9, 2001)	\$2,200.00
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PARCEL 4: NW 16-19-25-W4TH

ALTALINK MANAGEMENT LTD. (Pole Structure Lease date: December 1, 1987)	\$1,866.00
ALTALINK MANAGEMENT LTD. (Pole Lease date: May 10, 1988)	\$3,060.00
PARCEL 4 SUBTOTAL	<u>\$4,926.00</u>

GRAND TOTAL OF 4 PARCELS **\$16,489.00**



PLEASE NOTE the page 2 outstanding surface lease payments. Some Parcel(s) may not be subject to a 2021 to 2022 adjustment on the closing 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. Surface Lease Revenue and Structure Payments are subject to change and CLHbid in no way guarantees this revenue. E. & O.E.

OUTSTANDING SURFACE LEASE PAYMENTS FOR COUNTY LINE FARM

An application has been made at the Land and Property Rights Tribunal for Recovery (LPRT) of the following orphan well compensation owing by the past operator Houston Oil & Gas Ltd. Below is the potential gross payments (before collection fees) that is being assigned to the purchaser of the lands for the 2018, 2019, 2020 and 2021 years that is to be paid by either the new operator Seol Energy Inc. or the Alberta Government. Payments made by Seol Energy Inc. for the 12 months prior to Closing shall be adjusted.

Please note that the fees owed to My Landman Group will be deducted from the outstanding payments listed above re: work done to recover the orphan well payments.

PARCEL 1: SE 7-19-25-W4TH and NE 7-19-25-W4TH

SEOL ENERGY INC. <small>Previously held by Houston Oil & Gas Ltd. (Surface Lease date: October 14, 1993)</small>	\$2,500.00 x 4 (2018, 2019, 2020 and 2021) <small>*This will be paid by either SEOL Energy Inc. or the Government of Alberta</small>	\$10,000.00
SEOL ENERGY INC. <small>Previously held by Houston Oil & Gas Ltd. (Surface Lease date: August 4, 1993)</small>	\$2,500.00 x 4 (2018, 2019, 2020 and 2021) <small>*This will be paid by either SEOL Energy Inc. or the Government of Alberta</small>	\$10,000.00
PARCEL 1 TOTAL		<u>\$20,000.00</u>

PARCEL 2: NW 8-19-25-W4TH and & SW 8-19-25-W4TH

SEOL ENERGY INC. <small>Previously held by Houston Oil & Gas Ltd. (Surface Lease date: February 9, 1982)</small>	\$4,363.00 x 2 (2020 and 2022) <small>*This will be paid by SEOL Energy Inc.</small>	\$8,726.00
PARCEL 2 TOTAL		<u>\$8,726.00</u>

PARCEL 3: SW 7-19-25-W4TH

SEOL ENERGY INC. <small>Previously held by Houston Oil & Gas Ltd. (Surface Lease date: November 9, 2001)</small>	\$2,200.00 x 3 + 943.29 (2018, 2019, a portion of 2020 and 2021) <small>*This will be paid by either SEOL Energy Inc. or the Government of Alberta</small>	\$7,543.29
PARCEL 3 TOTAL		<u>\$7,543.29</u>

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