

Oil Sands Monthly Royalty Rates

May 2009

Royalty Rates

Pre-Payout Gross: 1.30646% (based on **Prod Month actual WTI Price**)
 Post-Payout Gross: 2.74523% (based on the **estimated average WTI price for Prod Year**)
 Post-Payout Net: 28.27231% (based on the **estimated average WTI price for Prod Year**)

WTI Prices and Exchange Rates

| Month | | WTI Price USD\$ | Exchange Rate | |
|-----------------|------------|--------------------|-------------------|--------------------------|
| Jan 2009 | Act | \$42.04 | 0.81546114 | |
| Feb 2009 | Act | \$41.92 | 0.80312254 | |
| Mar 2009 | Act | \$39.26 | 0.79081789 | |
| Apr 2009 | Act | \$48.06 | 0.81696486 | |
| May 2009 | Act | \$49.95 | 0.86887012 | = \$57.49 (CAD\$) |
| Jun 2009 | Est | \$59.21 | 0.83500000 | |
| Jul 2009 | Est | \$66.31 | 0.83500000 | |
| Aug 2009 | Est | \$67.07 | 0.83500000 | |
| Sep 2009 | Est | \$67.72 | 0.83500000 | |
| Oct 2009 | Est | \$68.20 | 0.83500000 | |
| Nov 2009 | Est | \$68.68 | 0.83500000 | |
| Dec 2009 | Est | \$69.20 | 0.83500000 | |
| Average | | \$57.30 | 0.82835305 | = \$69.18 (CAD\$) |

Gross Royalty Formula

Minimum Royalty Rate: $R_G \% = 1 \% \text{ for } W \leq L$
 Maximum Royalty Rate: $R_G \% = 9 \% \text{ for } W \geq H$
 Price Sensitive Royalty Rate: $R_G \% = [1\% + (W - L) * F_G]$ for $L < W < H$

Net Royalty Formula

Minimum Royalty Rate: $R_N \% = 25 \% \text{ for } W \leq L$
 Maximum Royalty Rate: $R_N \% = 40 \% \text{ for } W \geq H$
 Price Sensitive Royalty Rate: $R_N \% = [25\% + (W - L) * F_N]$ for $L < W < H$

W = WTI Price CAD\$

L = CAD\$55/bbl

H = CAD\$120/bbl

$F_G = 8\%/\$65$ per barrel increase in W (straight line relation)

$F_N = 15\%/\$65$ per barrel increase in W (straight line relation)

Note: Formulas are the working level representation of the legal version that is in OSRR2009