2006 AUGUST 03 12 noon, EDMONTON

PUBLIC OFFERING OF CROWN COAL RIGHTS





PUBLIC OFFERING CONTROL COUNTS FOR 2006.08.03

From To Total Area

LEASES: C0736 C0748 13 37,165.9520 ha.

PUBLIC OFFERING OF CROWN COAL RIGHTS

(available on our internet site at http://www.energy.gov.ab.ca)

DEADLINE

Offers to purchase coal leases (including any subsequent amendments) contained in this notice will not be accepted after 12 noon on 2006 August 03.

AMOUNT OF PAYMENT

- 1. Your bid letter should mention only the one total dollar amount consisting of bonus, rent at 3.50/ha or 50.00, whichever is greater, and a fee of 625.00.
- 2. An offer of less than \$10.00/ha for a lease will not be considered.
- 3. The department reserves the right to reject any bid.

FORM OF PAYMENT

- 1. Only by cheque.
- 2. Companies and individuals that do not have a GST registration number are liable for payment of the Goods and Services Tax on various charges. All registrants must ensure that they provide their GST registration number in writing to the Financial Services Branch @ Fax No. (780) 422-4281.

HOW TO SUBMIT BIDS

- Bids for leases should be enclosed in one sealed envelope with "Lease Bids 2006 August 03" indicated on the outside of the envelope.
- 2. Each parcel must be listed on separate letters and must contain the following information: parcel number
 - rental, fee, bonus bid, GST (if applicable) total of monies separate cheque for each parcel
 - designated representative and lease participants
- 3. Bids should be delivered or mailed to any person acting for, Coal and Mineral Development Unit, at either the Calgary address 300, AMEC Place, 801 6 Avenue SW, T2P 3W2, or the Edmonton address 7th Floor, Petroleum Plaza North Tower, 9945 108 Street, T5K 2G6.

BIDS ARE ACCEPTED UNTIL 12:00 NOON ON THE PUBLIC OFFERING DATE. NO EXCEPTIONS.

REMEMBER

- 1. Requesters of parcels posted in this Notice are expected to bid on all postings that they have requested.
- 2. If you are a requester of a parcel and fail to bid, you will be charged a penalty of \$625.00 (plus GST) for each parcel unless it is purchased by someone else.
- 3. Attached to this notice is APPENDIX 1 containing addenda relating to surface access.

RESULTS OF THE PUBLIC OFFERING

- 1. Your accepted bids will be published on 2006 August 04 at 9 a.m. at the two addresses shown under the section above entitled "HOW TO SUBMIT BIDS", and on the Internet.
- 2. All agreements are issued in accordance with the Mines & Minerals Act and its regulations.

2006 June 30 EDMONTON, Alberta

Anna Maslowski - Acting Director Coal and Mineral Development Department of Energy

COAL LEASES

2006, AUGUST 03

LEASE	HECTARES	LAND DESCRIPTION	
C0736	5117.952	5-01-028: 7;9;15EP,W;16-20;21W;27S,NE;28-33 PORTION(S) LYING OUTSIDE RAILWAY RIGHT OF WAY AS SHOWN ON PLAN RY9. 5-01-029: 3N,SW;4;6;7;10 COAL	
 C0737	2944	4-26-047: 18;29W;30 4-27-047: 2;10-12;14;24;36 4-27-048: 2;10 COAL	
 C0738	576	5-09-048: 17NW;18N;19;20W COAL	(GZR001101)
 C0739	2752	5-25-051: 29-32 5-26-051: 14;23-26;27N,SE;34 COAL	(CDP000404)
 C0740	1792	6-07-057: 19N,SE;20;29S,NW;30;31 6-08-057: 25N,SE;35E;36 6-08-058: 2SE COAL	(CDP000405) (SHA002201)
 C0741	1360	6-08-057: 19W;30SW 6-09-057: 24N;25;26N,SE,L6;34;35;36SW COAL	(CDP000405) (ES2000104) (SHA002201)
 C0742	864	6-09-058: 3SW;4S,NW;8;9SW;17SW;18S,NW,L9,L10 COAL	(CDP000405) (CRG000104) (ES2000104) (SHA002201)
 C0743	5888	5-17-064: 22;23;24W;25-28;31-36 5-17-065: 1-6;8S;9-12 COAL	
 C0744	3328	5-18-064: 4-6;8-10;15-18;20;21S;22S 5-19-064: 1 COAL	

2006, AUGUST 03

LEASE	HECTARES	LAND DESCRIPTION
C0745	3584	5-17-065: 19-23;27-33 5-18-065: 25;36 COAL
C0746	4096	5-18-065: 9-11;14-16;19-22;28-33 COAL
C0747	2816	5-18-066: 5;6 5-19-065: 23-26;36 5-19-066: 1;2;11;12 COAL
C0748	2048	5-17-066: 3-7 5-18-066: 1;2;12 COAL
13	37,165.95	HA TOTALS END

ADDENDA AND CONTACTS APPLICABLE TO THE 2006, AUGUST 03 PUBLIC OFFERING NOTICE

CDP000404

LEASE C0739

ALL LAND(S) IS/ARE WITHIN CATEGORY 4 OF "A COAL DEVELOPMENT POLICY FOR ALBERTA"

SURFACE ACCESS NOT AFFECTED

FOR FURTHER INFORMATION, PLEASE CONTACT:

BRIAN HUDSON

BUSINESS UNIT LEADER

ALBERTA DEPARTMENT OF ENERGY

MINERAL DEVELOPMENT

COAL AND MINERAL DEVELOPMENT

9945 108 ST FLOOR 7

EDMONTON AB T5K 2G6 (780) 427-9077

CDP000405

LEASE C0740

LEASE C0741

LEASE C0742

ALL LAND(S) IS/ARE WITHIN CATEGORY 4 OF "A COAL DEVELOPMENT POLICY FOR ALBERTA"

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9945 108 ST FLOOR 7

EDMONTON AB T5K 2G6 (780) 427-9077

CRG000104 LAND DESCRIPTION

LEASE C0742 6-09-058: 18NWP, L9P, L10P

IS/ARE WITHIN AN IMPORTANT CARIBOU RANGE.

SURFACE ACCESS IS SUBJECT TO SPECIFIC RESTRICTIONS

FOR FURTHER INFORMATION, PLEASE CONTACT:

RALPH WOODS

LAND MANAGEMENT FORESTER

DEPT. OF SUSTAINABLE RESOURCE DEV

PEACE RIVER OFFICE - LAND USE AREA- PUBLIC LANDS AND FORESTS

9621 96 AVE FLOOR MAIN

PEACE RIVER AB T8S 1T4 (780) 624-6331

APPENDIX 1

PAGE 2

ADDENDA AND CONTACTS APPLICABLE TO THE 2006, AUGUST 03 PUBLIC OFFERING NOTICE

ES2000104 LAND DESCRIPTION LEASE C0741 6-08-057: 19SWP

6-09-057: 24NP; 26SEP, NWP, L6P; 34SP, NWP

LEASE C0742 6-09-058: 4L4,L5,L12,L13;8L1-L5,L12,L13;9L4;17L4;18L1-L4

IS/ARE WITHIN ZONE 2 (CRITICAL WILDLIFE) AS DESCRIBED IN "A POLICY FOR RESOURCE MANAGEMENT OF THE EASTERN SLOPES".

SURFACE ACCESS IS SUBJECT TO SPECIFIC RESTRICTIONS

FOR FURTHER INFORMATION, PLEASE CONTACT:

JEFF KNETEMAN

WILDLIFE BIOLOGIST

DEPT. OF SUSTAINABLE RESOURCE DEV HINTON OFFICE - FISH AND WILDLIFE

131 CIVIC CENTRE RD FLOOR 3

HINTON AB T7V 1E6 (780) 865-8264

GZR001101 LAND DESCRIPTION LEASE C0738 5-09-048: 19;20W

IS/ARE WITHIN A GRAZING RESERVE.

SURFACE ACCESS IS SUBJECT TO SPECIFIC RESTRICTIONS

FOR FURTHER INFORMATION, PLEASE CONTACT:

STEW MCKAY

REGIONAL MANAGER

DEPT. OF SUSTAINABLE RESOURCE DEV

DRAYTON VALLEY OFFICE - PUBLIC LANDS

GRAZING RESERVES

8327 50 AVE FLOOR MAIN

PO BOX 6411

LEASE C0742

DRAYTON VALLEY AB T7A 1R8 (780) 542-6616

(700) 512 0010

SHA002201 LAND DESCRIPTION

LEASE C0740 6-07-057: 31NWP

6-08-057: 25NWP;35E;36WP

6-08-058: 2SE

LEASE C0741 6-08-057: 19SWP, NW; 30SW

6-09-057: 24N;25;26E,NWP,L6P;34SP,NWP,NE;35;36SW 6-09-058: 3SWP;8N,SEP,SW;9SWP;17SW;18S,NW,L9,L10

IS/ARE WITHIN A SENSITIVE HABITAT AREA FOR MOUNTAIN GOATS AND SHEEP. STRICT OPERATING CONDITIONS MAY APPLY.

SURFACE ACCESS IS SUBJECT TO SPECIFIC RESTRICTIONS

APPENDIX 1

PAGE 3

ADDENDA AND CONTACTS APPLICABLE TO THE 2006, AUGUST 03 PUBLIC OFFERING NOTICE

FOR FURTHER INFORMATION, PLEASE CONTACT:

DAVE BARTESKO

ACTING HEAD, GEOPHYSICAL SECTION

DEPT. OF SUSTAINABLE RESOURCE DEV

EDMONTON OFFICE - PUBLIC LANDS

LAND USE OPERATIONS BRANCH

PETROLEUM LAND USE AND RECLAMATION

SECTION

9915 108 ST NW FLOOR 3

EDMONTON AB T5K 2G8 (780) 422-4871

END