2007 OCTOBER 17 12 noon, EDMONTON

PUBLIC OFFERING OF CROWN COAL RIGHTS





PUBLIC OFFERING CONTROL COUNTS FOR 2007.10.17

From To Total Area

LEASES: C0684 C0695 12 18,688.0000 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 (Mountain Standard Time)on 2007 October 17.

HOW TO SUBMIT BIDS

- Bids for leases should be enclosed in one sealed envelope with "Lease Bids 2007 October 17" 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 Director, 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 (MOUNTAIN STANDARD TIME) ON THE PUBLIC OFFERING DATE. NO EXCEPTIONS.

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, a fee of 625.00 and GST (if applicable).
- 2. A bonus offer of less than \$2.50/ha for a lease will not be considered.
- 3. The department reserves the right to reject any bid.

FORM OF PAYMENT

- 1. Payments must be made by cheque only.
- 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.

REMEMBER

- 1. Requesters of parcels posted in this Notice are expected to bid on all postings that they have requested.
- 2. If you are the 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 (if applicable) containing addenda relating to surface access.

RESULTS OF THE PUBLIC OFFERING

- 1. Your accepted bids will be published on 2007 October 18 at 9 a.m. on the Department of Energy website as noted.
- 2. All agreements are issued in accordance with the Mines & Minerals Act and its regulations.

2007 September 05 EDMONTON, Alberta

Susan Carlisle - Director Coal and Mineral Development Department of Energy

COAL LEASES

2007, OCTOBER 17

LEASE	HECTARES	LAND DESCRIPTION
C0684	1536	5-07-049: 26-28;33-35 COAL
C0685	1472	5-06-050: 7N,SW;17;18 5-07-050: 1;12;13 COAL
C0686	1536	5-06-050: 19;20;29-32 COAL
C0687	1536	5-07-050: 2-4;9-11 COAL
C0688	1280	5-07-050: 14;23-26 COAL
C0689	1536	5-07-050: 15;16;21;22;27;28 COAL
C0690	2048	5-07-050: 33;34 5-07-051: 3;4;9;10;15;16 COAL
C0691	2048	5-07-050: 35;36 5-07-051: 1;2;11-14 COAL
C0692	1536	5-06-051: 5-8;17;18 COAL
C0693	1088	5-06-051: 19;20;29;30;31sw COAL
C0694	1536	5-07-051: 21;22;27;28;33;34 COAL
C0695	1536	5-07-051: 23-26;35;36 COAL
12	18,688.00	HA TOTALS END