

OIL AND GAS COMMISSION

Application for Experimental Scheme

TAKE NOTICE that Stone Mountain Resources Ltd. (SMR) 2800, 144 - 4th Avenue SW, Calgary Alberta T2P 3N4 has applied for approval of an Experimental Scheme to test shale gas potential from the Horn River sequence in the Tattoo area of N.E. British Columbia.

The area requested in the Experimental Scheme application is as follows:

94-O-15 Block B – units 54-60, 64-70 Block C – units 51-53, and 61-63.

If no valid objection in writing is received by the undersigned by October 14, 2008 the application may be approved subject to such conditions as may be prescribed.

Copies of the application may be obtained from the applicant. Any objection should be sent in writing to both the undersigned and the applicant.

Dated at Victoria, British Columbia this 23rd day of September 2008.

Richard Slocomb Supervisor, Reservoir Engineering Resource Conservation Oil and Gas Commission

Applicant Contact: Eugene Wasylchuk, P.Eng. (403) 261-3396