

Application for Good Engineering Practice

TAKE NOTICE that Petrobank Energy and Resources Ltd. (1900, 111 - 5th Avenue SW, Calgary AB, T2P 3Y6) has applied for approval to produce gas from the Montney formation in the Monias/Septimus areas under Good Engineering Practice (GEP).

The area requested in the GEP application is as follows:

82-19 W6M Sections – 19, 20, 29, 30, 32 82-20 W6M Sections – 9, 14, 15, 22, 23, 25, 36 83-19 W6M Sections – 4, 5.

If no valid objection in writing is received by the undersigned by August 13, 2009 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 23rdday of July 2009.

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

Applicant Contact: Barry Brathwaite (403) 213-4261