



2100, 635 – 8th Avenue SW Calgary, AB T2P 3M3



June 15, 2015

East Manson Unit No. 3
Royalty Interest Owners
(Addressee List Attached)

Re: Assignment of Unit Interest - Surge Energy Inc. to TORC Oil & Gas Ltd.
East Manson Unit No. 3 (the "Unit")
Unit Agreement (the "Agreement")
Surge File: U00029

Pursuant to a Purchase and Sale Agreement dated April 26, 2015 and made effective May 1, 2015, Surge Energy Inc. assigned its entire interest in the Agreement to TORC Oil & Gas Ltd.

We enclose for your records a copy of the Assignment Agreement dated June 15, 2015 between Surge Energy Inc. and TORC Oil & Gas Ltd. together with signed counterparts to the Agreement, executed on behalf of TORC Oil & Gas Ltd. We are also enclosing a revised Exhibit "A" effective July 1, 2015.

TORC Oil & Gas Ltd. has assumed operatorship of the Unit from Surge Energy Inc. effective June 15, 2015.

We trust you will find the above and enclosures to be in order. Please direct all questions or comments to Sarah Kozan by email at skozan@torcoil.com or by phone at (403) 930-4166.

Sincerely,

SURGE ENERGY INC.

Margaret Elekes
Vice President, Land

Encl.

cc: TORC Oil & Gas Ltd.

EXHIBIT "A"

Attached to and made part of an agreement entitled - EAST MANSON UNIT NO. 3

Tract No.	Land Description	Tract Participation	WELLS	Working Interest Owner	Working Interest	Share of Tract Participation	Royalty Owner
1-20	Twp. 13, Rge. 28 W1M: Sec. 20, Lsd. 1	3.55%	10001-20-013-28W1 HZ 10002-20-013-28W1 HZ	TORC	100.00	100.00	Crown - 100%
2-20	Twp. 13, Rge. 28 W1M: Sec. 20, Lsd. 2	3.51%	10005-20-013-28W1 HZ 10006-20-013-28W1 HZ	TORC	100.00	100.00	Crown - 100%
3-20	Twp. 13, Rge. 28 W1M: Sec. 20, Lsd. 3	2.91%	10003-20-013-28W1 HZ 10005-20-013-28W1 HZ	TORC	100.00	100.00	Crown - 100%
4-20	Twp. 13, Rge. 28 W1M: Sec. 20, Lsd. 4	2.37%	10003-20-013-28W1 HZ 10005-20-013-28W1 HZ	TORC	100.00	100.00	Crown - 100%
5-20	Twp. 13, Rge. 28 W1M: Sec. 20, Lsd. 5	2.24%	10005-20-013-28W1 HZ 10006-20-013-28W1 HZ	TORC	100.00	100.00	Crown - 100%
6-20	Twp. 13, Rge. 28 W1M: Sec. 20, Lsd. 6	2.74%	10005-20-013-28W1 HZ 10006-20-013-28W1 HZ	TORC	100.00	100.00	Crown - 100%
7-20	Twp. 13, Rge. 28 W1M: Sec. 20, Lsd. 7	3.39%	10005-20-013-28W1 HZ 10006-20-013-28W1 HZ	TORC	100.00	100.00	Crown - 100%
8-20	Twp. 13, Rge. 28 W1M: Sec. 20, Lsd. 8	4.08%	10005-20-013-28W1 HZ 10006-20-013-28W1 HZ	TORC	100.00	100.00	Crown - 100%
9-20	Twp. 13, Rge. 28 W1M: Sec. 20, Lsd. 9	4.81%	10010-20-013-28W1 HZ 10011-20-013-28W1 HZ	TORC	100.00	100.00	Crown - 100%
10-20	Twp. 13, Rge. 28 W1M: Sec. 20, Lsd. 10	3.96%	10010-20-013-28W1 HZ 10011-20-013-28W1 HZ	TORC	100.00	100.00	Crown - 100%
11-20	Twp. 13, Rge. 28 W1M: Sec. 20, Lsd. 11	3.15%	10010-20-013-28W1 HZ 10011-20-013-28W1 HZ	TORC	100.00	100.00	Crown - 100%
12-20	Twp. 13, Rge. 28 W1M: Sec. 20, Lsd. 12	2.81%	10010-20-013-28W1 HZ 10011-20-013-28W1 HZ	TORC	100.00	100.00	Crown - 100%
13-20	Twp. 13, Rge. 28 W1M: Sec. 20, Lsd. 13	2.96%	10010-20-013-28W1 HZ 10011-20-013-28W1 HZ	TORC	100.00	100.00	Crown - 100%
14-20	Twp. 13, Rge. 28 W1M: Sec. 20, Lsd. 14	3.57%	10010-20-013-28W1 HZ 10011-20-013-28W1 HZ	TORC	100.00	100.00	Crown - 100%
15-20	Twp. 13, Rge. 28 W1M: Sec. 20, Lsd. 15	3.66%	10015-20-013-28W1 Vert 10016-20-013-28W1 HZ	TORC	100.00	100.00	Crown - 100%
16-20	Twp. 13, Rge. 28 W1M: Sec. 20, Lsd. 16	4.76%	10015-20-013-28W1 HZ 10016-20-013-28W1 HZ	TORC	100.00	100.00	Crown - 100%
1-21	Twp. 13, Rge. 28 W1M: Sec. 21, Lsd. 1	0.24%	10001-21-013-28W1 HZ 10002-21-013-28W1 Vert	TORC	100.00	100.00	Bell/Jacobs - 47.5% Canpar - 50% Crown - 2.5%
2-21	Twp. 13, Rge. 28 W1M: Sec. 21, Lsd. 2	0.91%	10001-21-013-28W1 HZ 10002-21-013-28W1 Vert	TORC	100.00	100.00	Bell/Jacobs - 50% Canpar - 50%
3-21	Twp. 13, Rge. 28 W1M: Sec. 21, Lsd. 3	4.41%	10001-21-013-28W1 HZ 10002-21-013-28W1 Vert	TORC	100.00	100.00	Bell/Jacobs - 50% Canpar - 50%
4-21	Twp. 13, Rge. 28 W1M: Sec. 21, Lsd. 4	4.96%	10001-21-013-28W1 HZ 10002-21-013-28W1 Vert	TORC	100.00	100.00	Bell/Jacobs - 50% Canpar - 50%
5-21	Twp. 13, Rge. 28 W1M: Sec. 21, Lsd. 5	5.69%	10001-21-013-28W1 HZ 10002-21-013-28W1 Vert	TORC	100.00	100.00	Bell/Jacobs - 50% Canpar - 50%
6-21	Twp. 13, Rge. 28 W1M: Sec. 21, Lsd. 6	4.53%	10001-21-013-28W1 HZ 10002-21-013-28W1 Vert	TORC	100.00	100.00	Bell/Jacobs - 50% Canpar - 50%
7-21	Twp. 13, Rge. 28 W1M: Sec. 21, Lsd. 7	1.17%	10001-21-013-28W1 HZ 10002-21-013-28W1 Vert	TORC	100.00	100.00	Bell/Jacobs - 50% Canpar - 50%
8-21	Twp. 13, Rge. 28 W1M: Sec. 21, Lsd. 8	0.16%	10001-21-013-28W1 HZ 10002-21-013-28W1 Vert	TORC	100.00	100.00	Bell/Jacobs - 47.5% Canpar - 50% Crown - 2.5%
9-21	Twp. 13, Rge. 28 W1M: Sec. 21, Lsd. 9	0.29%	10001-21-013-28W1 HZ 10002-21-013-28W1 Vert	TORC	100.00	100.00	AMJ - 100%
10-21	Twp. 13, Rge. 28 W1M: Sec. 21, Lsd. 10	1.37%	10001-21-013-28W1 HZ 10002-21-013-28W1 Vert	TORC	100.00	100.00	AMJ - 100%
11-21	Twp. 13, Rge. 28 W1M: Sec. 21, Lsd. 11	4.30%	10001-21-013-28W1 HZ 10002-21-013-28W1 Vert	TORC	100.00	100.00	AMJ - 100%
12-21	Twp. 13, Rge. 28 W1M: Sec. 21, Lsd. 12	6.20%	10001-21-013-28W1 HZ 10002-21-013-28W1 Vert	TORC	100.00	100.00	AMJ - 100%
13-21	Twp. 13, Rge. 28 W1M: Sec. 21, Lsd. 13	5.60%	10001-21-013-28W1 HZ 10002-21-013-28W1 Vert	TORC	100.00	100.00	AMJ - 100%
14-21	Twp. 13, Rge. 28 W1M: Sec. 21, Lsd. 14	3.98%	10001-21-013-28W1 HZ 10002-21-013-28W1 Vert	TORC	100.00	100.00	AMJ - 100%
15-21	Twp. 13, Rge. 28 W1M: Sec. 21, Lsd. 15	1.55%	10001-21-013-28W1 HZ 10002-21-013-28W1 Vert	TORC	100.00	100.00	AMJ - 100%
16-21	Twp. 13, Rge. 28 W1M: Sec. 21, Lsd. 16	0.39%	10001-21-013-28W1 HZ 10002-21-013-28W1 Vert	TORC	100.00	100.00	AMJ - 100%
		100.00%					

Crown = Manitoba Mineral Resources
TORC = TORC Oil & Gas Ltd.
AMJ = AMJ Campbell Inc.
Bell/Jacobs = Maxine Grace Bell & Allan Dennis Jacobs
Canpar = Canpar Holdings Ltd.

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Exhibit Revision No. =
Revised Exhibit Date =

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July 1, 2015