

Growth, Enterprise and Trade

Petroleum Branch 360-1395 Ellice Ave , Winnipeg, Manitoba, Canada R3G 3P2 T 204-945-6577 F 204-945-0586 www.manitoba.ca

August 09, 2018

Mr. Peter Parkinson Corex Resources Ltd. 3100, 525-8th Avenue SW Calgary, AB T2P 1G1

Dear Mr. Parkinson,

RE: Cromer Unit No. 4 Approval

The Petroleum Branch is pleased to grant approval of Cromer Unit No. 4 within the Lodgepole Formation covering Section 24 & NE/4 Section 13 of twp 9 / rge 28 WPM in Daly Sinclair field.

The unitization effective date for Cromer Unit No. 4 is August 01, 2018.

Corex is reminded that there is no approval yet to start water injection and separate conversion applications are required for any existing horizontals to be converted into injectors within this unit. Please inform the Branch 1(one) month in advance of when Corex wants to start injection so a Waterflood Order can be created and TTEF calculated, etc.

If you have any questions in respect of the application required please contact Leo Leonen, Technical Engineering Officer, at (204) 9456570.

Yours truly,

Peter Mraz A/Director

Cc: PB Virden Office