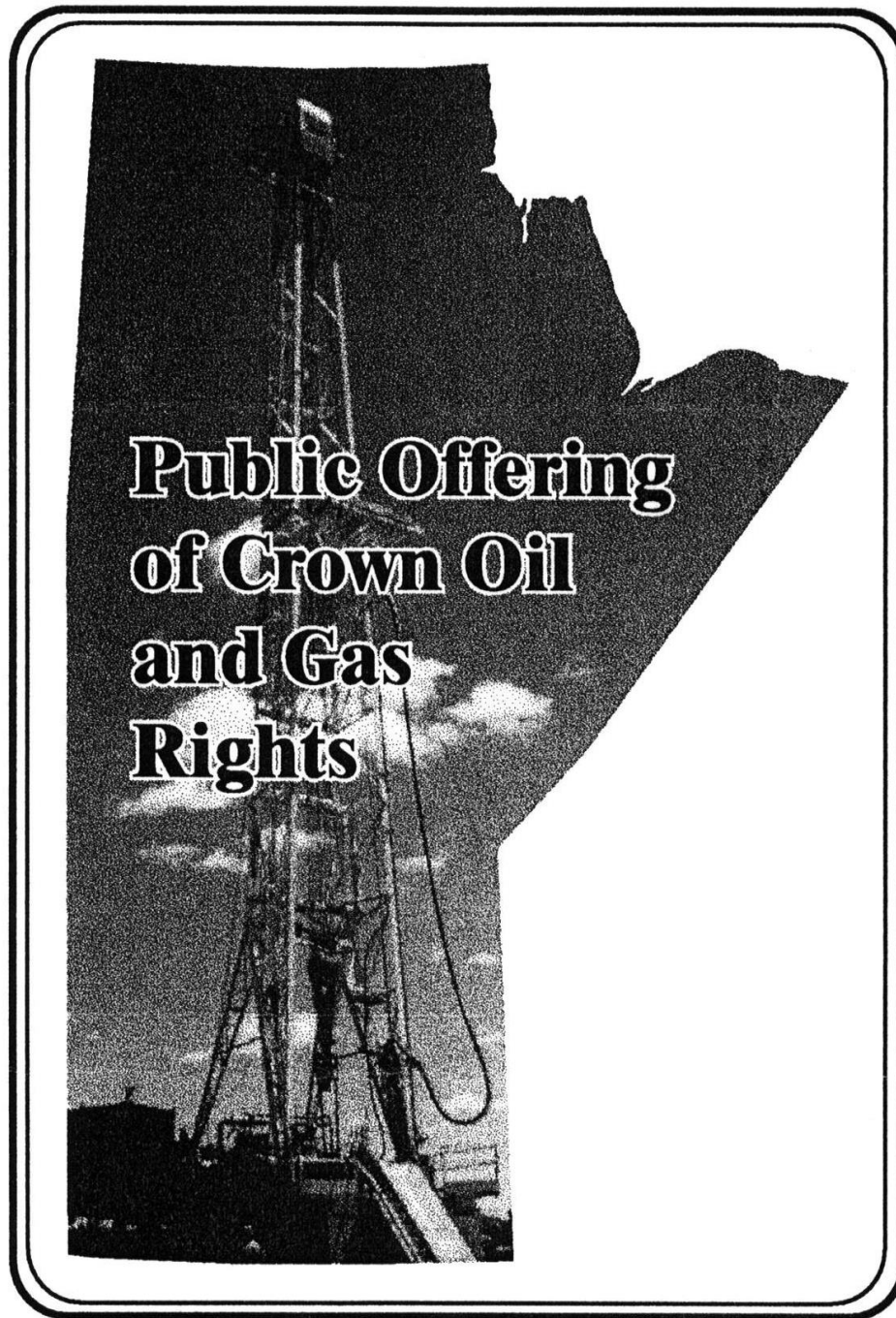


ATTENTION: ONLY COURIERED BIDS WILL BE ACCEPTED



Closing Date: November 4, 2020 1:00 P.M. Winnipeg, Manitoba

The Notice of Public Offering of Crown Oil & Gas Rights is placed on the Petroleum Branch website and e-mailed to all parties on the Public Offering mailing list. You may subscribe to receive an e-mail copy of the Notice of Public Offering and Results by contacting Angela Hiebert at Angela.Hiebert@gov.mb.ca or 204-945-6578.

Acceptable form of Bid

The Petroleum Registrar will receive bids on the sale date up to 1:00 pm (Manitoba official time).

Each individual bid offering is to be submitted under sealed tender, with the Public Offering Sale date clearly indicated on the outside of each envelope. Each bid must consist of the first year rental fee (\$3.50/hectare), a non-refundable \$400.00 application fee, along with the bonus offer as determined by the bidder, an address for service, the GST Number and the names and percentage of interest of all parties to the agreement.

Effective immediately, the bid letter must be in accordance with the Sample bid forms attached. Petroleum Branch will only accept bid offerings in the attached sample formats. Any deviation from the sample forms provided may result in a rejection of the bid.

See sample bids attached or at
http://www.gov.mb.ca/iem/petroleum/tenure/sample_bids.pdf

EXAMPLE OF BONUS BIDDING

Sample No.1

Re: Lease Offer - (sale date)
Parcel No. ()

(Company Name) hereby submits a bonus offer of \$20,000.00 for the subject Parcel A17.

Payment for the subject parcel, if successful, is to be made via Electronic Funds Transfer from (Company Name) general account in the total amount of \$20,624.00 being made up as follows:

Bonus Offer	\$20,000.00
First Year Rental	224.00 (\$3.50/hectare; minimum \$50.00)
Application Fee	<u>400.00</u>
	\$20,624.00

If we are the successful bidder we request that the lease be issued to:

ABC Oil Company (100%)
(complete address)

("signed")

NOTE: Bid letters must be on Company letterhead and must match name on Electronic Funds Transfer form

Sample No. 1 - acceptable form of bonus bidding offer permitted at a scheduled "Public Offering of Crown Oil and Gas Rights".

EXAMPLE OF BONUS BIDDING

Sample No. 2

Re: Lease Offer - (sale date)

(Company Name) hereby makes an offer on the following lease parcels. Our bonus offer on each parcel is as indicated, as is our order of choice. If our offer on Choice No. 1 is unsuccessful, ignore Choice No. 1 and consider Choice No. 2. Similarly on Choice No. 2, Choice No. 3, and so on. Specific conditions relating to each Choice is as indicated.

Choice No 1 must list a minimum of 2 parcels to start.

	<u>Choice No. 1</u>	<u>Choice No. 2</u>	<u>Choice No. 3</u>	<u>Etc.</u>
Conditions:	Must acquire Parcel A17	Must acquire Parcel A17	Must acquire Parcel A17	None
Parcel A17	\$15,100.00	\$18,400.00	\$20,000.00	\$28,700.00
Parcel A 8	8,600.00	9,600.00	12,000.00	
Parcel A12	6,900.00	7,400.00		
Parcel A 5	5,400.00			
	<hr/>	<hr/>	<hr/>	<hr/>
	\$36,000.00	\$35,400.00	\$32,000.00	\$28,700.00

If successful, payment for the subject parcel(s), including the above noted bonus(es) plus applicable rental(s) and application fee(s), is to be made via Electronic Funds Transfer from (Company Name) general account.

If we are successful on one of the above choices we request that the lease(s) be issued to:

ABC Oil Company (100%)
(Address)

("signed")

NOTE: Bid letters must be on Company letterhead and must match name on Electronic Funds Transfer form

Sample No. 2 - acceptable form of bonus bidding offer permitted at a scheduled "Public Offering of Crown Oil and Gas Rights".

PUBLIC OFFERING OF CROWN OIL AND GAS RIGHTS

The undersigned will receive offers to purchase oil and gas leases as described in **SCHEDULE A**, up to 1:00 P.M. (Manitoba official time) on the 4th day of November, 2020.

Each offer must be enclosed in a separately sealed envelope with "Lease Offer – November 4, 2020" clearly indicated on the outside of the envelope, and be accompanied, where applicable, by the following:

- a) The cash bid of the bidder;
- b) Rent for each lease for the first year at the rate of \$3.50 per hectare;
- c) An application fee of \$400.00 per lease;
- d) Method of payment (electronic transfer of funds company account);
- e) The full name and address for service of the party the agreement is to be issued to;
- f) Where the agreement is to be issued in undivided interests, each interest should be clearly indicated;
- g) The G.S.T. Registration Number for each party wishing to have an interest in the agreement.

The bonus, rental and fee must be submitted by electronic funds transfer. All authorizations for electronic funds transfer must be filed with the Branch on an approved form (Attachment No. 1) as set forth in Informational Notice 09-02 (enclosed). It is the company's responsibility to ensure that relevant account information remains current. A company may cancel this authorization at any time by written notice to the Petroleum Registrar. **Authorizations for the November 4, 2020 sale must be received no later than October 7, 2020. Bank drafts and certified cheques will not be accepted**, unless the bidder has been granted special prior exemption by the Petroleum Registrar.

The bidder is responsible for having sufficient funds in its account on sale day to cover all bids, rentals and fees. If the Branch is notified by the bank that insufficient funds are available, the parcel(s) will be awarded to the next highest bidder. Manitoba reserves the right to refuse future bids and/or posting requests by that bidder.

The bidder may request that consideration be given on another parcel or parcels, if an offer on one or more parcels is not successful, provided that the intent and order of choice is clearly stated and provided that alternative offers are for specific amounts. Any offer received contrary to these conditions or the regulation, will not be considered.

Only couriered bids will be accepted for the November 4, 2020 Public Offering of Crown Oil & Gas Rights Sale.

All offers should be couriered to:

Petroleum Registrar
Manitoba Agriculture and Resource Development
1395 Ellice Avenue, Suite 360
Winnipeg Manitoba R3G 3P2

Leases granted shall be subject to the applicable Acts and Regulations in force from time to time.

Manitoba reserves the right to reject any or all offers received and to refund to the person making an offer any funds received from them.

Printed sale results will be provided, when available, to all parties participating in the sale and to other parties upon request. Sale results may be obtained by contacting Angela Hiebert, Crown Oil & Gas Rights Clerk at (204) 945-6578 or through our home page on the internet at www.gov.mb.ca/iem/petroleum.

Dated at Winnipeg, Manitoba this 30th day of September, 2020.

The Petroleum Branch is committed to providing quality service to all its clients. If you have any comments regarding the Manitoba Crown Land Tenure System and administrative policies related to the Crown Disposition Regulation, please contact Peter Mraz at the address noted above, or by telephone at (204) 945-6576 and fax at (204) 945-0586.

Petroleum Registrar

Schedule A

Oil and Gas Leases

November 4, 2020

Parcel No.		Section	Township	Range	Meridian	Hectares
A1	*	S½ of 30 Below Base of Lower Amaranth	1	27	WPM	128
A2	*	SE¼ and Ptn of NE¼ of 32	2	29	WPM	128
A3	*	SE¼ of 11	4	28	WPM	64
A4	*	SE¼ of 12	4	29	WPM	64
A5	*	SE¼ of 29	4	29	WPM	64
A6		Lsd.'s 9 & 10 of 18	9	25	WPM	32
A7		Lsd.'s 11, 12 & 14 of 33	9	28	WPM	48

* See addendum

ADDENDUM TO
PUBLIC OFFERING OF
CROWN OIL AND GAS RIGHTS

November 4, 2020

Parcels listed in this Public Offering may fall on lands owned by conservation agencies or are lands that are under Conservation Agreement. It is recommended the appropriate agency be contacted to ensure the ecological integrity of a site be considered in any proposed development. Conservation agencies that may hold lands in southwest Manitoba include Nature Conservancy of Canada, Ducks Unlimited Canada, Nature Manitoba, Manitoba Habitat Heritage Corporation and Manitoba Wildlife Federation.

Parcel A1

This parcel is under private surface ownership in an area containing the Great Plains toad. To avoid adverse impact to this species of conservation concern, restrictions may be placed on drilling and production operations in this area.

Parcel A2

This parcel is under private surface ownership in an area containing the Great Plains Toad and adjacent to an area containing loggerhead shrike and Sprague's pipit. To avoid adverse impact to these species of conservation concern, restrictions may be placed on drilling and production operations in this area.

Parcel A3

This parcel is under private surface ownership adjacent to an area containing loggerhead shrike, Baird's sparrow, Great Plains toad, chestnut-collared longspur and Sprague's pipit. To avoid adverse impact to these species of conservation concern, restrictions may be placed on drilling and production operations in this area.

Parcel A4

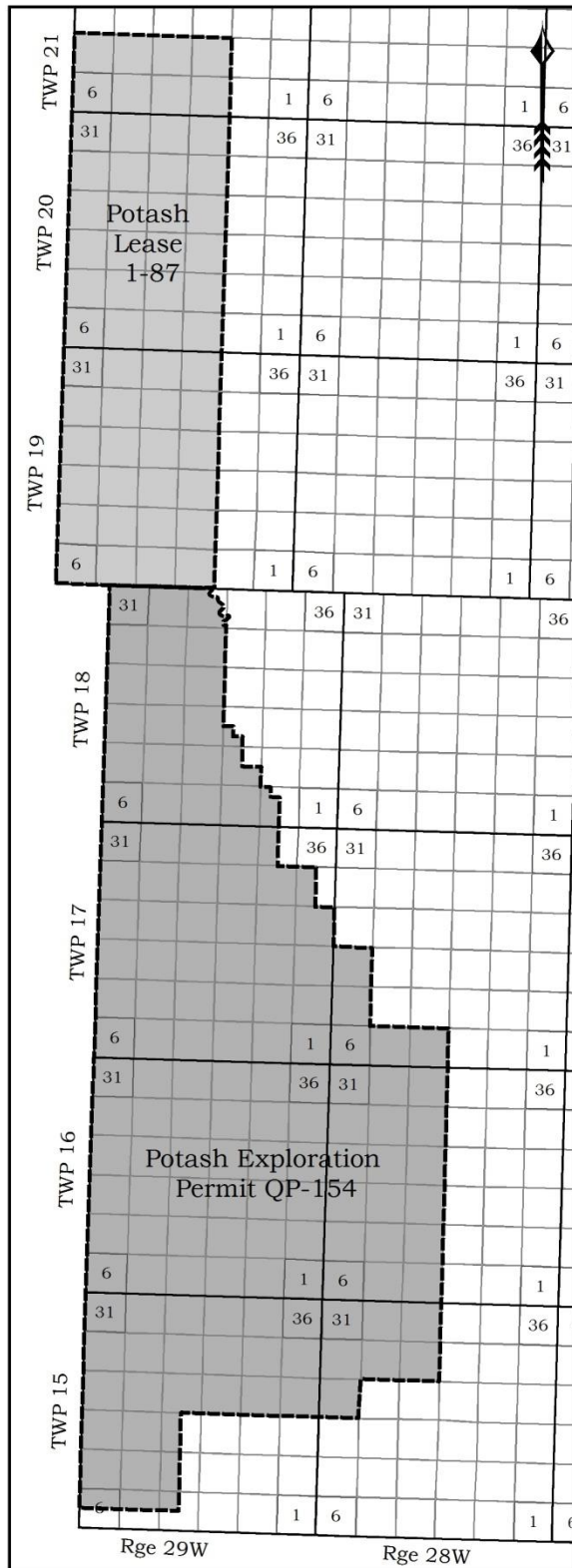
This parcel is under private surface ownership in an area containing Loggerhead shrike and adjacent to an area containing chestnut-collared longspur, Baird's sparrow, Great Plains toad, bobolink and Sprague's pipit. To avoid adverse impact to these species of conservation concern, restrictions may be placed on drilling and production operations in this area.

Parcel A5

This parcel is under private surface ownership adjacent to an area containing Chestnut-collared longspur. To avoid adverse impact to this species of conservation concern, restrictions may be placed on drilling and production operations in this area.

For further information regarding any of the above noted parcels, please contact:

Peter Mraz
Director
Petroleum Branch
(204) 945-6576



Withdrawal of Crown Oil and Gas Rights From Disposition

Information Notice 05-02,
October 13, 2005

Potash Disposition Withdrawals

-  Potash Disposition Area
-  Potash Lease
-  Potash Exploration Permit

Date: 30 September 2014
Scale: 1:250,000
Projection: UTM NAD83, Zone 14
Cartography: Tim Davis, Petroleum Branch



Innovation, Energy and Mines

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

INFORMATIONAL NOTICE 09-02

MAY 7, 2009

**Mandatory Electronic Fund Transfer at
Manitoba Public Offerings of Crown Oil and Gas Lease Rights**

On August 23, 1995, the Petroleum Branch introduced electronic transfer of funds for payment of bonuses, rentals and fees submitted with bid offerings at Manitoba Public Offerings of Crown Oil and Gas Lease Rights. This initiative has been very well received by industry and has resulted in a significant reduction in administrative activities for both industry and Branch staff.

To streamline Crown oil and gas procedures, effective with the August 13, 1997 sale, the Petroleum Branch requires mandatory payment of bonuses, rentals and fees be submitted with bid offerings by Electronic fund transfer. Bank drafts or certified cheques are not acceptable unless the bidder has been granted special exemption by the Petroleum Registrar.

All authorizations for electronic funds transfer must be filed with the Branch on an approved form (Attachment No. 1). The authorization should be prepared on company letterhead, witnessed or executed under seal and submitted to the Branch not less than five weeks prior to the date of the sale.

An authorization provided to the Branch does not have to be renewed for each sale. However, it is the company's responsibility to ensure that relevant account information remains current. A company may cancel this authorization at any time by written notice to the Petroleum Registrar.

On sale day, once the successful bids are determined, the total amount owing by the company (any bonus, rental or fee) will be electronically withdrawn from the company's account.

The bidder is responsible for having sufficient funds in its account on sale day to cover all its bids, rentals and fees. If we are notified by the bank that insufficient funds are available, the parcel(s) will be awarded to the next highest bidder. The Department reserves the right to refuse future bids and/or posting requests by that bidder.

If you have any questions or comments in this regard, please contact the Petroleum Registrar at least one week prior to the sale date.

Director

ATTACHMENT NO. 1

(COMPANY LETTERHEAD)

Date:

Phone:

Agriculture and Resource Development
Petroleum Branch
360 - 1395 Ellice Avenue
Winnipeg, MB R3G 3P2

Attention: **Peter Mraz**
Director of Petroleum

Dear Sir:

Re: Remittance for Crown Oil and Gas Rights

Please accept this document as authority for Manitoba Agriculture and Resource Development to debit our bank account on the understanding that any such debit will only be used to facilitate the payment by (name of company) for successful bids for Crown oil and gas rights. The debit will be limited to the amount of said successful bids, including any bonus, fees and applicable rent. The treatment of each payment shall be the same as if (name of company) had issued a cheque authorizing the bank to pay the amount indicated from our account.

It is further understood and agreed that (name of company) will have recourse to Manitoba Agriculture and Resource Development for the recovery of debits made by the Department for purposes that have not been authorized by this document.

This authorization may be canceled by (name of company) at any time by written notice to the Department.

Your receipt of this authorization constitutes delivery by us.

Dated: _____

(Name of company)

(Corporate Seal)

Per: _____
Treasurer, Comptroller or Director or Manager of Finance,
or similar authority. The signatory should have some
responsibility for financial or banking matters in the company.

Account Name:

Account No.:

Bank:

Branch:

Address:

Bank Transit No.:



**Resource Development Division
Petroleum**

360-1395 Ellice Avenue,
Winnipeg, MB Canada R3G 3P2
T 204-945-6577 F 204-945-0586
www.manitoba.ca

INFORMATIONAL NOTICE 19 - 01

March 7, 2019

**SCHEDULE OF PUBLIC OFFERINGS OF MANITOBA
CROWN OIL AND GAS RIGHTS - 2020**

Agriculture and Resource Development has scheduled four Public Offerings of Crown Oil and Gas Rights in 2020.

The sale dates and corresponding closing dates prior to which the Department will entertain requests to have rights posted are:

<u>Sale Date</u>	<u>Closing Date for Posting</u>
February 12, 2020	November 15, 2019
May 13, 2020	February 14, 2020
August 12, 2020	May 15, 2020
November 4, 2020	August 14, 2020

Posting requests must be in writing, indicate the form of disposition requested and be received at the office of the Petroleum Branch, Winnipeg, Manitoba on or before the respective closing date shown above.

Sale Notices, listing the parcels offered and outlining sale procedures together with any special terms and conditions are available **5 weeks prior to the Sale Date** and will be:

1. E-mailed to all parties on the mailing list maintained by the Petroleum Branch; and,
2. Posted on the Department's internet site located at www.gov.mb.ca/iem/petroleum.

Peter Mraz
Director of Petroleum

Cette information existe également en français.



Agriculture and Resource Development

360-1395 Ellice Avenue

Winnipeg, MB Canada R3G 3P2

T 204-945-6577 F 204-945-0586

www.manitoba.ca

INFORMATIONAL NOTICE 20-03

April 7, 2020

**SCHEDULE OF PUBLIC OFFERINGS OF MANITOBA
CROWN OIL AND GAS RIGHTS - 2021**

Agriculture and Resource Development has scheduled four Public Offerings of Crown Oil and Gas Rights in 2021.

The sale dates and corresponding closing dates prior to which the Department will entertain requests to have rights posted are:

<u>Sale Date</u>	<u>Closing Date for Posting</u>
February 10, 2021	November 6, 2020
May 12, 2021	February 12, 2021
August 11, 2021	May 14, 2021
November 3, 2021	August 13, 2021

Posting requests must be in writing, indicate the form of disposition requested and be received at the office of the Petroleum Branch, Winnipeg, Manitoba on or before the respective closing date shown above.

Sale Notices, listing the parcels offered and outlining sale procedures together with any special terms and conditions are available **5 weeks prior to the Sale Date** and will be:

3. E-mailed to all parties on the mailing list maintained by the Petroleum Branch; and,
4. Posted on the Department's internet site located at www.gov.mb.ca/iem/petroleum.

Peter Mraz
Director of Petroleum

Cette information existe également en français.