



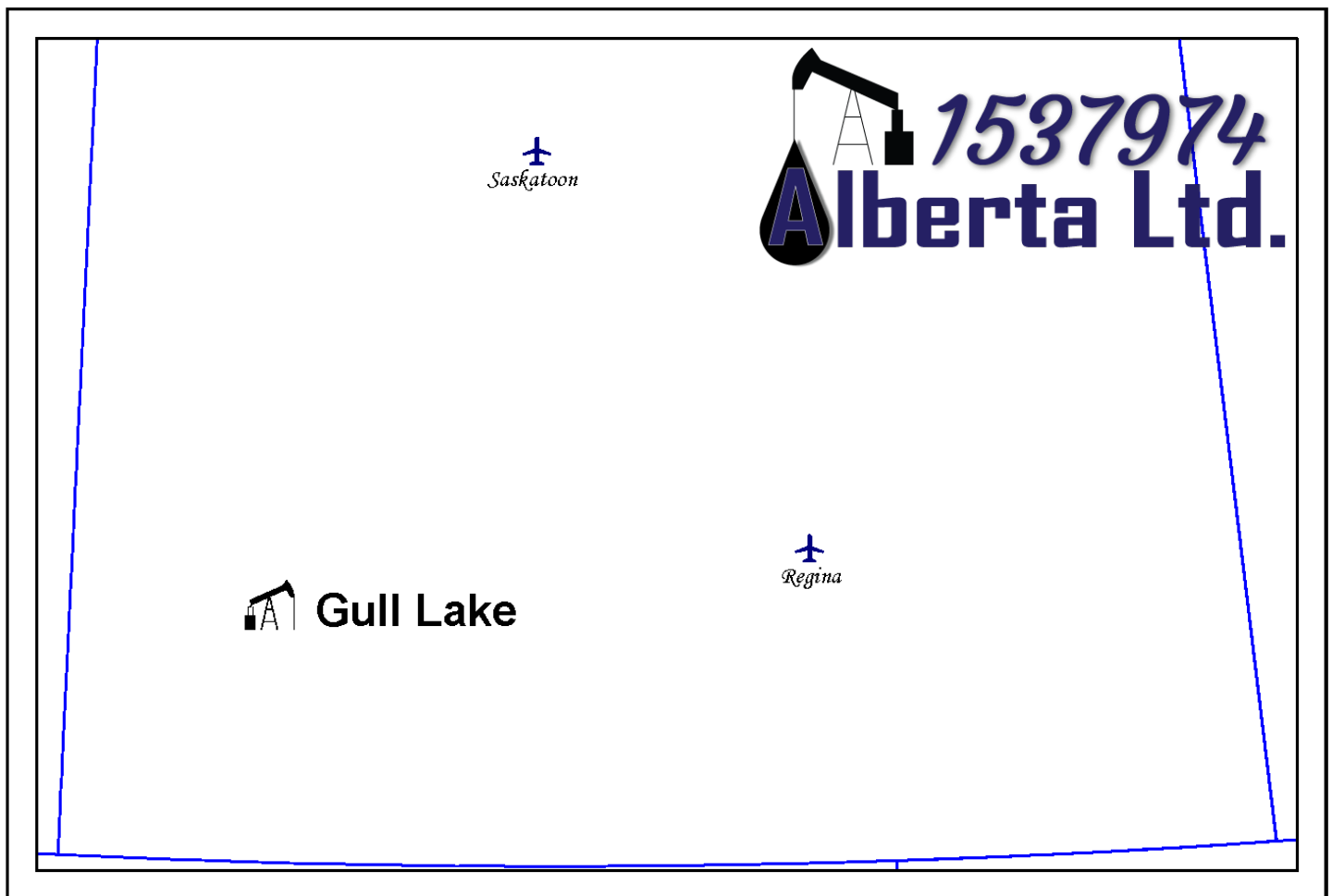
## Overview

**1537974 Alberta Ltd.** ("153" or the "Company") has engaged **Sayer Energy Advisors** to assist the Company with the sale of its oil and natural gas royalty interests located in the *Gull Lake* area of Saskatchewan (the "Property").

Average daily royalty production net to the Company from the Property for the six months ended June 30, 2021 was approximately four barrels of oil per day and three Mcf/d of natural gas (four boe/d).

The Company's average monthly royalty income from the Property for the six months ended June 30, 2021 was approximately \$7,000/month, or \$84,000 on an annualized basis.

### Overview Map Showing the Location of the Royalty Property

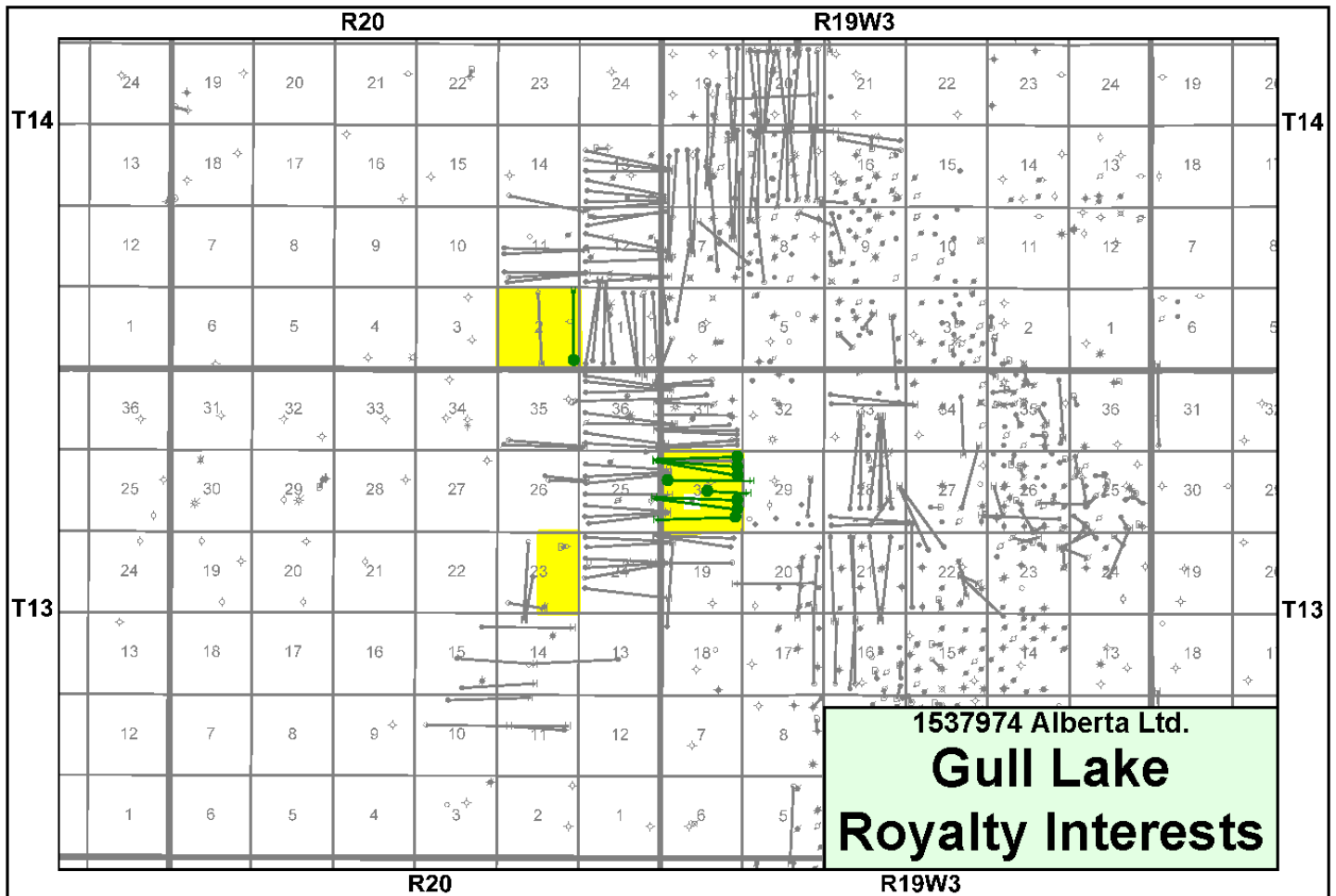


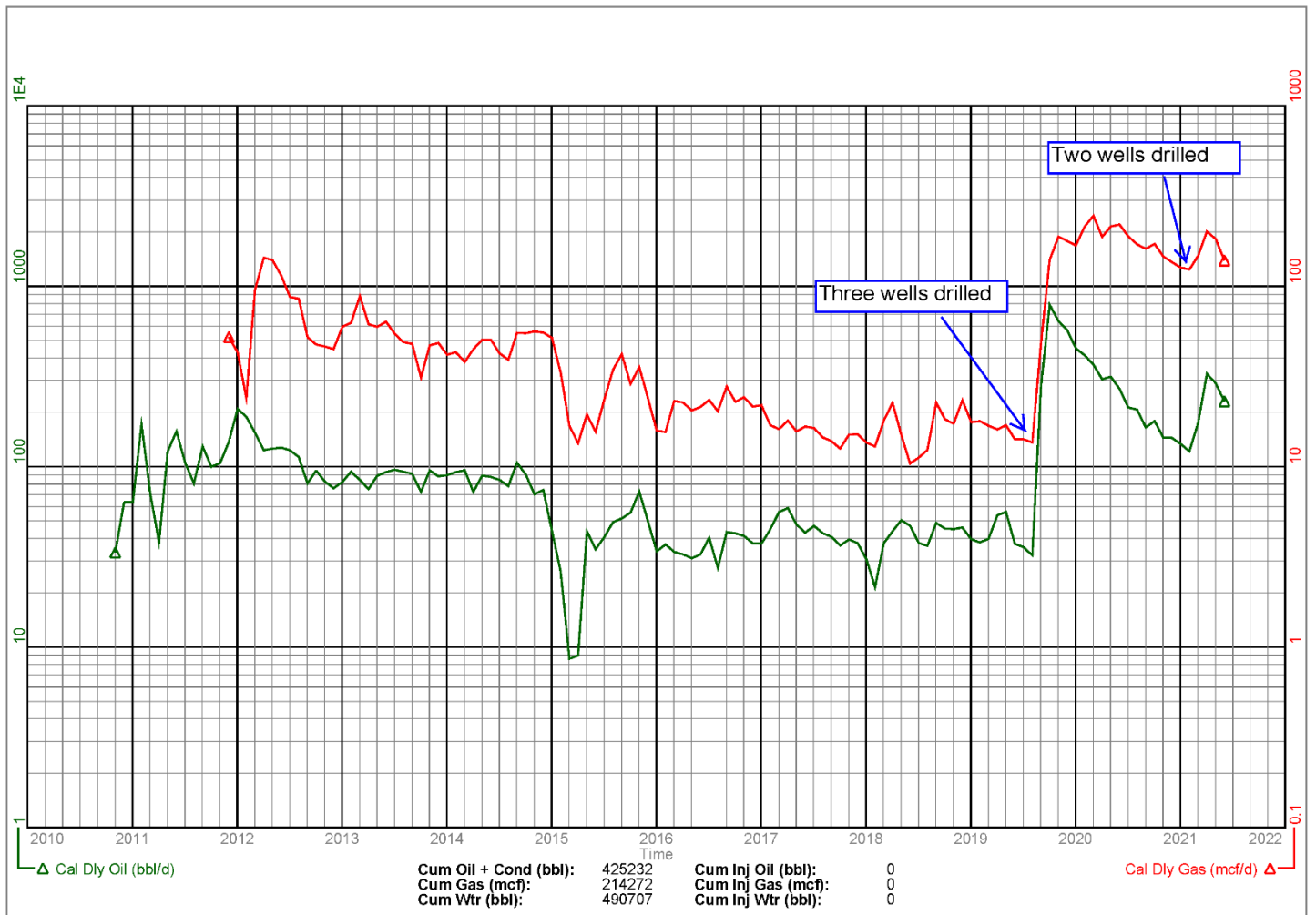
**Gull Lake Property****Township 13-14, Range 19-20 W3**

At *Gull Lake*, 153 holds royalty interests generally between 6.5%-15.0% in certain lands and wells based on 25.72% of production. The Property is operated by **Whitecap Resources Inc.** The Property consists of nine wells producing from the Cantuar Formation.

Average daily royalty production net to the Company from *Gull Lake* for the six months ended June 30, 2021 was approximately four barrels of oil per day and three Mcf/d of natural gas (four boe/d).

The Company's average monthly royalty income from the Property for the six months ended June 30, 2021 was approximately \$7,000/month, or \$84,000 on an annualized basis.



**Gull Lake, Saskatchewan – Gross Production Group Plot of 153's Oil and Natural Gas Wells**

In 2019, Whitecap drilled the following three wells on the Property: 101/09-30-013-19W3/0, 101/16-30-013-19W3/0 and 102/16-30-013-19W3/0. The following two wells; 101/08-30-013-19W3/0 and 102/08-30-013-19W3/0 were drilled by Whitecap on the Property in February and March of 2021.

One section north of the Company's lands, at Section 31-013-19W3, Whitecap has drilled two horizontal wells per LSD in the Cantuar Formation. The offsetting Whitecap production suggests further drilling on 153's royalty lands could double the number of wells on the Property.

The Company also believes water injection could increase the production rate from its royalty wells. To the northwest of the Company's lands in Section 36-13-20W6 and Section 01-014-20W3, Whitecap owns water injection wells at 191/09-35-013-20W3/0 and 192/16-01-014-20W3/0.





## Gull Lake Facilities

153's royalty production is collected at an oil battery at *Gull Lake West Battery 10-28-013-19W3*.

## Gull Lake Seismic

The Company does not have an interest in any seismic data relating to the Property.

## Gull Lake Reserves

*Sproule Associates Limited* ("Sproule") prepared an independent reserves evaluation of the Property (the "Sproule Report"). The Sproule Report is effective May 31, 2021 using Sproule's May 31, 2021 forecast pricing.

Sproule estimated that, as of May 31, 2021, the *Gull Lake* property contained remaining proved plus probable royalty interest reserves of 12,000 barrels of oil and 5 MMcf of natural gas (13,000 boe), with an estimated net present value of \$454,000 using forecast pricing at a 10% discount.

Sproule Associates Limited as at May 31, 2021							
	COMPANY GROSS RESERVES				PV BEFORE TAX		
	Oil Mbbbl	Natural Gas MMcf	Ngl Mbbbl	Total MBOE	5%	10% (000s)	15%
<b>Proved Developed Producing</b>	<b>6</b>	<b>3</b>	<b>0</b>	<b>6</b>	<b>\$282</b>	<b>\$229</b>	<b>\$194</b>
Proved Non-Producing/Undeveloped	3	1	0	3	\$127	\$100	\$83
<b>Total Proved</b>	<b>9</b>	<b>4</b>	<b>0</b>	<b>9</b>	<b>\$409</b>	<b>\$329</b>	<b>\$277</b>
Probable	4	1	0	4	\$169	\$125	\$100
<b>Total Proved Plus Probable</b>	<b>12</b>	<b>5</b>	<b>0</b>	<b>13</b>	<b>\$578</b>	<b>\$454</b>	<b>\$377</b>

The reserve estimates and forecasts of production and revenues for the Company's properties were prepared within the context of the Company's evaluation, which was an evaluation of all of the Company's properties in aggregate. Extraction and use of any individual property evaluation outside of this context may not be appropriate without supplementary due diligence. Values in the "Total" row may not correspond to the total of the values presented due to rounding.

## Gull Lake LMR

The Company does not operate any wells or facilities at *Gull Lake*.

## Gull Lake Well List

See well list in Excel.

