



LUSCAR LTD.

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May 26, 2005

Alberta Energy and Utilities Board
Facilities Applications
11th Floor, 640-5th Avenue SW
CALGARY, AB T2P 3G4

Via direct telefax #403-297-4117

Attention: Lori Olijnyk, Facility Applications

Dear Madam::

Re: Fairborne Energy Ltd.
Fairborne Clive 12-35-39-24 W4M
Proposed Wellsite Notification

Luscar Ltd. is in receipt of the above-noted Notification from McNally Land Services Ltd. dated April 14, 2005. A verbal objection was filed with Sarah Spence of McNally Land April 15, 2005, once she confirmed the well was to be drilled for coal bed methane.. Ms. Spence requested Luscar not to file an objection with the EUB at that time in order that she could contact her client and thereafter would advise Luscar how to proceed. Having heard no response from Ms. Spence, on May 9, 2005 Luscar forwarded a letter requesting an update (copy enclosed with fax receipt). On or about May 11, 2005, Luscar received a phone call from Ms. Robyn Van den Bon of McNally Land Service regarding the May 9, 2005 correspondence, indicating that Ms. Spence was no longer an employee of McNally Land Services and requested that Luscar Ltd. file its objection with the EUB.

Therefore, as Luscar Ltd. is the freehold owner of the coal on the above-noted legal description and is claiming the coalbed methane at this location, Luscar wishes to file its bona fide objection to the above-noted coal bed methane well.

Please do not hesitate to contact the writer at (780) 420-4092 or Robert Donick, at (780) 420-4097 should you have any questions.

Yours very truly,
LUSCAR LTD.

Brenda Mason

(780) 420-4092 (phone)

(780) 420-5835 (fax)

cc: Robyn Van den Bon, McNally Land Services Ltd. (fax 403-503-5272)