

March 25, 2009

Michi Galvin
Scott Land & Lease Ltd.
Canadian Costal Resources Ltd.
Suite 900, Bow Valley Square 1, 202 – 6 Avenue SW
Calgary, AB T2P 2R9

Dear Michi Galvin:

APPLICATION NO. 1506272
PARAMOUNT ENERGY OPERATING CORP.
APPLICATION TO PRODUCE GAS
WELL 02/01-28-93-18W4M

The Energy Resources Conservation Board (ERCB) has reviewed your letter of March 30, 2007, in which you object to the subject application on behalf of your client. The ERCB requires some clarification with respect to the objection.

If you, on behalf of your client, are requesting standing to have the ERCB consider your client's objection, this letter applies to you and you must provide a response. Standing is the right of a person to participate in a hearing or other decision-making process which may result in a decision affecting the person's rights.

In order for the ERCB to consider your client's objection, the following information is required:

- Identity of the person(s) that you are objecting on behalf of;
- A description of the rights that are held by the person(s) you are objecting on behalf of and the manner in which their rights may be directly and adversely affected by the subject application;
- Clear reasons for objecting to the subject application; and
- Any information you are relying on in support of your clients' position.

Please send your submission by **4:30pm, April 9, 2009**, to Bernadette Law at Bernadette.law@ercb.ca or by fax at (403) 297-2474. Failure to respond to this letter will result in the ERCB continuing its review and processing of the application.

If you have any questions or need any assistance with respect to this matter, please call Bernadette Law at (403) 297-2893.

Yours truly,

A handwritten signature in cursive script that reads "Ken Schuldhaus". The signature is written in dark ink on a light-colored background.

Ken Schuldhaus
In-Situ Oil Sands Section Leader
Resources Applications

cc: Larry Martinuzzi, Paramount Energy Operating Corp.,
larry.martinuzzi@paramountenergy.com