

*Oil and Gas*

PanCanadian Petroleum is Canada's largest oil company, with petroleum and natural gas rights in approximately 20,000,000 gross acres of land in Canada, the Arctic islands, the United States, the North Sea, Italy and Tunisia. The company is engaged in the exploration for and production of petroleum, natural gas and related hydrocarbons.

PanCanadian Gas Products Ltd., a subsidiary, carries on petroleum exploration and production in Western Canada and has a 50 percent interest in a natural-gas liquids-extraction plant and related facilities for transporting and marketing liquefied petroleum gases.

Through PanCanadian and Cominco, Canadian Pacific Investments has a substantial investment in Panarctic Oils Ltd. Both PanCanadian and Cominco hold a 9 percent interest in Panarctic, a consortium of government and private interests that is exploring for oil and natural gas in the High Arctic islands.

Natural-gas finds thus far have brought reserves close to the threshold level needed to support a gas pipeline to southern markets.

*Mining*

Cominco, in which CPI has a 54 percent interest, is a major producer of lead, zinc and other metals, fertilizers and industrial chemicals.

Cominco's major exploration efforts are concentrated in Canada, the United States, Greenland, Mexico, Australia, Spain and South Africa. The company produces lead, zinc, gold, mercury, copper, tin, coal, potash and phosphate rock ores in British Columbia, Saskatchewan, the Northwest Territories, the states of Missouri and Montana, and Australia.

CanPac Minerals was incorporated in 1969 to acquire, explore and develop mineral properties. The company has extensive holdings of coal, potash and other mineral rights in Western Canada.

Fording Coal is developing the Fording River coal property owned by CanPac Minerals in the Kootenay area of southeastern British Columbia. Fording has a 15-year contract to produce 45,000,000 long tons of coking coal for export to Japan, and began shipments in April 1972.