Each director holds one hundred (100) shares in the capital of the company.

None of these shares is held or agreed to be taken by any director otherwise than in his own right as beneficial owner.

The minimum subscription on which the directors may proceed to commence business is three shares of the number of shares offered for public subscription and the minimum amount payable on application and allotment on each share is five per cent. of the par value of said share.

Seven hundred thousand (700,000) shares in the capital of the company are offered for public subscription.

Eight hundred thousand (800,000) shares in the capital of the company have been issued as paid up otherwise than in cash.

The consideration for which the said eight hundred thousand (800,000) shares were issued is the transfer to the company of all the right, title and interest of Frank Webster, J. T. MacDonald, Charles H. Taylor, J. P. Lewis, D. T. Lewis, W. H. McLaughlin, York Shaw Sidney Tivey and E. Walker in the petroleum and natural gas rights in respect of the following lands, namely:—

The North-East quarter of Section Eleven (11), Township Twenty-two (22), Range Three (3), West of the Fifth (5) Meridian.

The South-West quarter of Section Sixteen (16), Township Eighteen (18), Range Four (4), West of the Fifth (5th) Meridian.

The West half of Section Four (4), Township Eighteen (18), Range One (1), West of the Fifth (5th) Meridian.

The East half of Section Twenty-four (24), Township Seventeen (17), Range Thirty (30), West of the Fourth (4th) Meridian.

The South-West quarter of Section Two (2), Township Eighteen (18), Range One (1), West of the Fifth (5th) Meridian.

North-East quarter of Section Twelve (12), in Township Twenty-One (21), Range One, (1), West of the Fifth Meridian.