File No. 1720 Board Order # 1720-1

June 24, 2011

SURFACE RIGHTS BOARD

IN THE MATTER OF THE PETROLEUM AND NATURAL GAS ACT, R.S.B.C., C. 361 AS AMENDED

AND IN THE MATTER OF

DISTRICT LOT 942 PEACE RIVER DISTRICT, EXCEPT: THE MOST WESTERLY 25 METRES AND THE MOST SOUTHERLY 25 METRES IN PARALLEL WIDTH THEREOF: EXCEPT PLAN 33293 AND PART DEDICATED ROAD ON PLAN BCP8859

(The "Lands")

BETWEEN:

Yoho Resources Inc.

(APPLICANT)

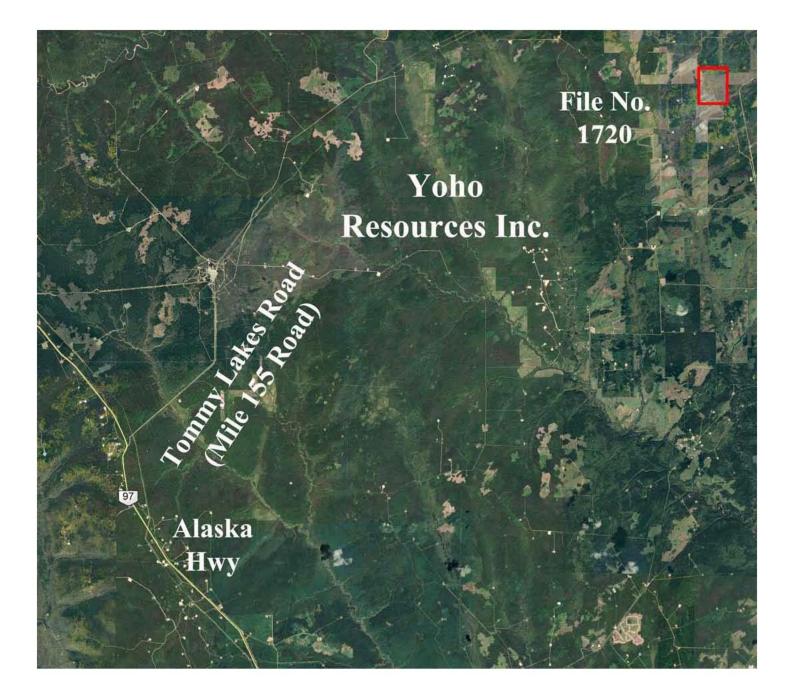
AND:

Nagan dia amin'ny sora dia mampi

Kangara Cattle Co. Ltd.

(RESPONDENT)

BOARD ORDER





The Applicant, Yoho Resources Inc., requires access to the Lands legally described as: DISTRICT LOT 942 PEACE RIVER DISTRICT, EXCEPT: THE MOST WESTERLY 25 METRES AND THE MOST SOUTHERLY 25 METRES IN PARALLEL WIDTH THEREOF: EXCEPT PLAN 33293 AND PART DEDICATED ROAD ON PLAN BCP8859, owned by the Respondent, Kangara Cattle Co. Ltd., for the construction, operation and maintenance of a flowline from wellsite a-A41-A, 94-H-4 to a-43-A, 94-H-4 as shown on the attached Individual Ownership Plan (Appendix "A"). Right of entry is not opposed and compensation is agreed except for any damages. The parties agree that a right of entry order should be made.

BY CONSENT the Surface Rights Board orders:

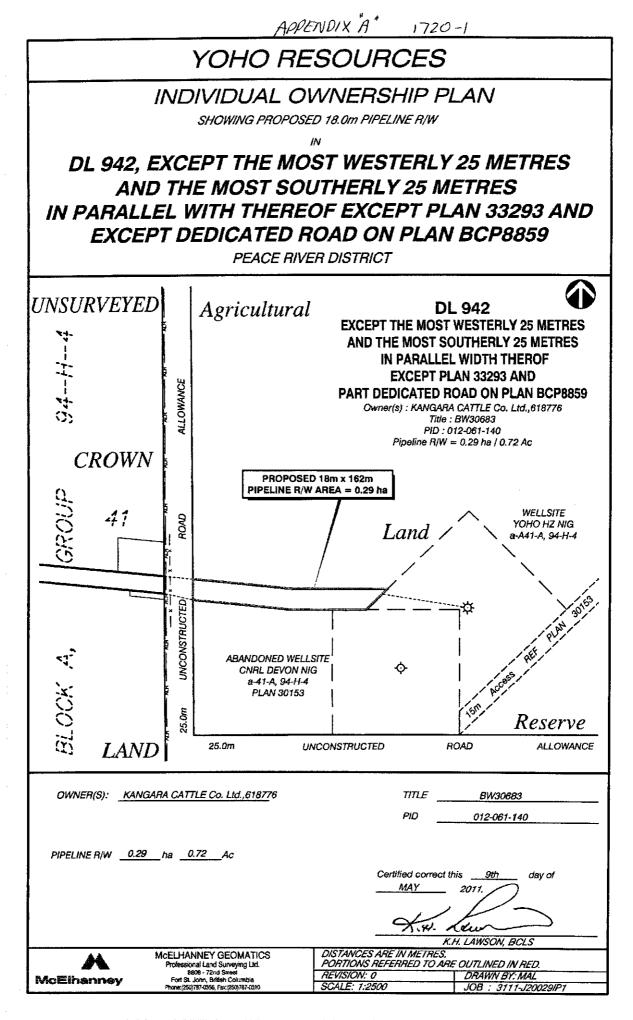
- 1. Upon payment of the amount ordered in paragraph 2, and subject to the terms set out in Appendix "B", the Applicant shall have the right of entry to and access across the portion of the Lands shown in Appendix "A" for the purpose of construction, operation and maintenance of a flowline from wellsite a-A41-A, 94-H-4 to a-43-A, 94-H-4. There shall be no above ground installations on the portion of the pipeline traversing the Respondent's Lands.
- 2. Upon issuance of this Order, the Applicant shall pay to the Respondent the sum of \$3,000.00 as compensation for entry to the Lands, 2011 crop loss, and for one fence cut.
- 3 This Order is subject to the application process required by the Oil and Gas commission and nothing in this order operates as consent, permission, approval or authorization of matters with the jurisdiction of the Oil and Gas Commission.

DATED: June 24, 2011

FOR THE BOARD

Church

Cheryl Vickers Chair



APPENDIX "B"

DAMAGES:

The Applicant shall compensate the Respondent for damage done to any soil, buildings, crops, fences, timber and livestock on the said Respondent's Lands whether or not within the Right of Way by reason of the exercise of the rights hereinbefore granted. The Applicant shall prevent and destroy weeds from entering onto the Respondent's Lands during pipeline construction and will assume all responsibility for the control of noxious weeds brought onto the Pipeline Right of Way by the Grantee.

LIABILITIES:

The Applicant covenants and agrees to indemnify and save harmless the Respondent from any and all liabilities, damages, costs, claims, liens, suits, or actions arising out of the Applicant's operation now, or on the future other than through wilful damage or gross negligence by the Respondent.

BUILDERS LIEN ACT

The Respondent Landowner will not be responsible for any work done on, or material supplied to, or any improvements to, in, on or under the Landowners land by Yoho Resources Inc., its contractors, sub-contractors, assignees or other persons and/or companies doing work for Yoho Resources Inc.

OTHER TERMS:

If there are cattle grazing on the land during pipeline construction, the Applicant will fence the right-of-way to keep the cattle off of it.

All equipment is to be cleaned before it enters the Lands to prevent the spread of weeds.

The Respondent Owner will be contacted before construction starts.