



Ernst & Young Inc.  
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Calgary, AB T2P 1M4

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**LGX OIL + GAS INC.**  
**NOTICE AND STATEMENT OF RECEIVER**  
(Subsections 245(1) and 246(1) of the Bankruptcy & Insolvency Act)

In the Matter of the Court Appointed Receivership of the Property of  
**LGX Oil + Gas Inc. (the "Company")**

1. Please be advised that on Tuesday, June 7, 2016, Ernst & Young Inc. (the "Receiver") was appointed by an Order of the Honorable Justice P.R. Jeffrey of the Court of Queen's Bench of Alberta (the "Order") as Receiver and Manager of the Company. The Receiver was appointed in respect of (the "Property") of the Company, an insolvent person that is described below:

	Net Book Value <sup>1</sup> as at <u>March 31, 2015</u>
Cash and cash equivalents	\$ 22,168
Trade and other receivables	2,222,007
Exploration and evaluation assets	10,028,234
Property, plant and equipment	<u>62,662,607</u>
<b>Total</b>	<b><u>\$74,935,016</u></b>

*<sup>1</sup>Net book value is based on unaudited books and records of the Company as at March 31, 2015 and may not represent fair market value of the Property. Funds are in Canadian dollars.*

2. To the extent permitted under the Order, the Receiver took possession and control of the Property on June 7, 2016.
3. The following information relates to the receivership:
- a) Principal address of the insolvent person: Suite 4400 525 - 8<sup>th</sup> Avenue SW  
Calgary, AB  
T2P 1G1
  - b) Principal line of business: Oil and gas exploration and production
  - c) Location of the business : Head Office - Calgary, AB



d) Amounts owed by the Company are as follows:

<u>Class of Creditor</u>	<u>Claim Amount</u>
Secured creditors - see attached Appendix A	\$31,300,000
Unsecured creditors - see attached Appendix A	<u>1,717,131</u>
Total	<u>\$33,017,131</u>

The intended action plan of the Receiver is to:

- a. continue normal course business operations of the Company before realizing upon the assets through an orderly sales process;
  - b. analyze and pursue the litigation claim against the Attorney General of Canada related to the alleged de facto expropriation and injurious affection of the working interests in the oil and gas assets in the Manyberries oilfields that are affected by the Emergency Order, SOR/2013-202; and
  - c. collect the outstanding accounts receivable of the Company.
- e) The Receiver contact is:

Ernst & Young Inc.  
Calgary City Centre, 2200, 215 - 2<sup>nd</sup> Street SW  
Calgary, AB T2P 1M4

Attention: Duncan MacRae  
Telephone: (403) 206-5035  
Facsimile: (403) 206-5075

Website: [www.ey.com/ca/LGX](http://www.ey.com/ca/LGX)

Dated at Calgary, Alberta this 16th day of June, 2016.

**ERNST & YOUNG INC.**  
**Court Appointed Receiver of**  
**LGX Oil + Gas Inc.**

Neil Narfason, CA•CIRP, CBV  
Senior Vice President

Appendix A  
 LGX Oil + Gas Inc.  
 Creditor listing  
 As at June 7, 2016

Secured creditors	(CDN\$)
ALBERTA TREASURY BRANCHES	(31,300,000.00)
Total secured creditors	(31,300,000.00)
<b>Unsecured creditors</b>	
291105 ALBERTA LTD.	(546.99)
ABSA	(2,790.25)
AGAT LABORATORIES	(343.35)
AGCOM PETROLEUM SALES LTD.	(230.16)
AGRO PLUS SALES & SERVICE LTD.	(245.28)
ALBERTA ENERGY REGULATOR	(88,021.06)
ALBERTA ONE-CALL CORPORATION	(37.80)
ALBERTA STAKE OF ZION	(9.97)
ALDER RIDGE RESOURCES LTD	(80.39)
ALLWEST LINE LOCATORS LTD.	(2,305.81)
ALSTON, FREDDA D. & STRONG, ELIZABETH	(13.79)
ARNDT, RANDAL WARREN	(7.88)
BAKER HUGHES BUSINESS SUPPORT SERVICES	(12,688.02)
BARON OILFIELD SUPPLY	(40.09)
BARRICK ENERGY PARTNERSHIP	(17.68)
BELL CONFERENCING INC	(15.16)
BERTSCHY, FREDRICK LOUIS	(120.00)
BLUMELL, FRANCES A.	(79.96)
BOB HASSARD CONSTRUCTION LTD	(714.00)
BONAVISTA ENERGY CORPORATION	(372.86)
BRIDGE, JOHN H.	(22.27)
BROADRIDGE INVESTOR COMMUNICATION SOLUTIONS, CANADA	(858.27)
BULLOCK, DAVID & NELDA	(4.93)
CAMERON, SHIRLEY ANN	(7.88)
CANADIAN NATURAL RESOURCES LIMITED	(40,902.03)
CANEM SYSTEMS LTD. - CALGARY	(591.68)
CARDSTON COUNTY	(189,370.21)
CBS CAMPBELL BUSINESS SERVICES LTD.	(1,774.50)
CGI INFORMATION SYSTEMS AND MANAGEMENT CONSULTANTS INC	(1,050.00)
CHAMPION SERVICE AND SUPPLY LTD.	(3,456.60)
CHIPMAN, A. ROBIN	(16.05)
CLARK, DR. RON & CLARK, HELENE	(0.95)
CNW GROUP	(3,389.40)
COGI LIMITED PARTNERSHIP	(328.81)
CONOCOPHILLIPS CANADA ENERGY PARTNERSHIP	(21,044.44)
COPPIETERS, EVA KAYE	(7.90)
CORE LABORATORIES CANADA LTD.	(80.85)
COUNTY OF FORTY MILE NO. 8	(392,098.88)
CQ ENERGY CANADA RESOURCES PARTNERSHIP	(81.16)
CRESCENT POINT ENERGY CORP	(52,501.05)
CRITICAL CONTROL ENERGY SERVICES INC.	(853.55)
CROOKSTON, BRYAN G.	(8.55)
CROOKSTON, ROBERT K.	(6.40)
CT CORPORATION	(284.00)

CYPRESS COUNTY	(27,805.67)
D.MAC SERVICES LTD.	(519.75)
DATA SCAVENGER INC	(210.00)
DEETHREE EXPLORATION LTD.	(4,412.25)
DEVON CANADA	(63,635.06)
DIGITAL POSTAGE ON CALL	(500.00)
DNOW CANADA ULC	(202.53)
DR. JAMES POULSEN POWER OF ATTORNEY FOR PRUDENCE RIRIE POULSEN	(7.54)
DUDLEY, JOHN & MELISSA	(15.67)
DW DIESEL SERVICES INC.	(3,290.59)
EHLERT, BRENT	(11.57)
EMELSON OILFIELD HAULING LTD.	(2,572.50)
ESTATE OF EVA MARIE HARKER	(8.55)
ESTATE OF GEORGE A GURNEY C/O OLIVE IRENE HOLLADAY, ADMINISTRATOR	(3.22)
ESTATE OF GLADYS SHEER	(116.28)
ESTATE OF GRANT GODDARD WOOLLEY C/O CAROL RICH, EXECUTOR OF	(3.83)
ESTATE OF KENNETH A WILDE	(2.93)
ESTATE OF PAUL J. RIRIE	(1,970.93)
FELLGER, JAMES EARL	(14.78)
FELLGER, KEITH CHARLES	(5.24)
FULLER, LYNN D	(80.25)
GLENOGLE ENERGY INC	(4,633.24)
GLJ PETROLEUM CONSULTANTS LTD.	(18,726.28)
GRANT, HUGH MUNRO	(15.22)
HALKIRK RESOURCES LTD.	(6.87)
HARKER, MELVYN RULON	(5.92)
HARKER, MONTE & SHAINNE	(8.10)
HEAP, BERNICE EXEC OF WILL C ROBERT HEAP	(65.54)
HEAP, MARVIN S.	(10.51)
HEPBURN, RUTH G., EXECUTRIX OF THE ESTATE OF CAMILLE ATKINSON	(6.46)
HILL, SHARLEY	(10.51)
HILLMER, BARBARA F.	(14.01)
HILLMER, NORMAN & BARBARA	(2.53)
HOLMES, BERYL R. & MACARTHUR, JULIA R. & TATE, PAULETTE R. C/O BERYL R HOLMES	(3.77)
HUSKY OIL OPERATIONS LIMITED	(18,735.55)
INDIAN OIL AND GAS CANADA	(145,330.45)
INNIS, MICHELLE	(16.09)
INTEL CONTROLS	(275.38)
IRON MOUNTAIN CANADA CORPORATION	(193.99)
JACKSON, PATRICIA	(6.03)
KAINAI ENERGY LIMITED PARTNERSHIP C/O KAINAI ENERGY CORP.	(11,280.74)
KAINAIWA RESOURCES INC.	(30,910.00)
KALLAY, BARBARA	(15.22)
KERN, TONY JR	(8.38)
KNIGHT DEVELOPMENT COMPANY LIMITED	(4.26)
LANDY, MARY	(2.24)
LARIAT WATER HAULING	(826.60)
LETHBRIDGE COUNTY	(6,160.19)
LO-COST PROPANE	(1,316.70)
LUBRIZOL CANADA LTD.	(7,930.10)
MACFARLANE, WINONA LUCILLE	(14.96)
MAMMOTH LAND SERVICES	(5,811.25)
MAPLE LEAF FOODS INC.	(4.04)
MARACAM HOLDINGS LTD	(39.59)

MARR, PATTY	(3.24)
MAYNARD, MELBA H.	(6,036.35)
MCCARTHY TETRAULT LLP	(664.13)
MEHEW FARMS & RANCHES LTD.	(1,500.00)
MILLER SUPPLY LTD.	(2,761.02)
M-J&A TRANSPORT INC.	(5,060.03)
MORROW, NORA	(10.48)
MRC CANADA ULC	(63.67)
MUNICIPAL DISTRICT OF PINCHER CREEK NO 9	(11,437.96)
MUNICIPAL DISTRICT OF TABER	(10,345.84)
NEOPOST CANADA LTD	(173.09)
NEW ELM FARMING CO LTD.	(672.00)
NIZNIKOWSKI, KATY C/O ALBERTA TREASURY BRANCH	(1.57)
NORTON, PATRICIA A.	(11.40)
NORTON, STUART B.	(6.72)
NUVISTA ENERGY	(28,768.55)
OOSTERBROEK, TRACY ANN	(14.01)
OWENS, CHAD	(8.00)
P2 ENERGY SOLUTIONS ALBERTA ULC	(4,105.50)
PARRISH & HEIMBECKER LIMITED	(2.27)
PASSEY, BERTHA MAY	(6.52)
PASSEY, ROBERT LESLIE	(6.92)
PAUL, MARLENE E.	(14.01)
PENGROWTH ENERGY CORPORATION	(1,955.11)
PENN WEST PETROLEUM LTD.	(2,453.40)
PETERSON, KAY LEROY	(16.32)
PINE CLIFF ENERGY LTD	(27,532.46)
PLAINS MIDSTREAM CANADA ULC	(136,571.39)
PRESIDENT OF THE LETHBRIDGE STAKE C/O NATURAL RESOURCES DIVISION	(10.37)
PRICEWATERHOUSECOOPERS LLP	(16,537.50)
PROGRESSIVE WASTE SOLUTIONS CANADA INC.	(185.02)
PRONGHORN CONTROLS	(505.94)
RASMUSSEN, GAYLE LORRAINE	(7.88)
RBW WASTE MANAGEMENT LTD.	(551.25)
RED DOG SYSTEMS INC.	(364.67)
RICOH CANADA INC	(210.00)
RIRIE, JAMES ALLEN	(46.68)
ROSOLOWSKI, CINDI	(3.24)
ROYAL OILFIELD SERVICES LTD.	(577.50)
SASKATCHEWAN MINISTRY OF THE ECONOMY	(16.06)
SCHWICHTENBERG, LOIS	(54.03)
SMETANY, GLADYS LANDY	(3.14)
SPECIAL AREAS BOARD	(11,054.43)
SPHERE ENERGY CORP.	(80.36)
SPOLUMBO'S FINE FOODS	(180.60)
SPRINGVILLE VENTURES INC.	(15.60)
SPYGLASS RESOURCES CORP	(203,785.51)
STANEK, ELIZABETH	(1.02)
STAR CHOICE COFFEE SERVICES LTD	(459.60)
STRATA RESOURCES LTD.	(7.15)
STRATE, BRYCE TED	(10.51)
SUPERIOR PROPANE INC.	(882.00)
SURECALL INC	(382.29)
SWADE RESOURCES LTD.	(24.23)

TARPON ENERGY SERVICES LTD.	(5,548.62)
TAYLOR, JOHN RODNEY	(5.84)
TELUS COMMUNICATIONS LTD.	(891.25)
THE ESTATE OF INEZ MAY SMITH C/O JACQUELINE SMITH	(34.48)
THE MUNICIPAL DISTRICT OF WILLOW CREEK NO. 26	(202.34)
THEMOS INC	(3,917.41)
THOMSON, MERRILL VERN	(3.62)
TIPPETT, ALAN J.	(16.03)
TIPPETT, ROBERT G.	(16.03)
TNS BUSINESS CENTRE LTD.	(220.50)
TOURMALINE OIL CORP	(1,215.00)
TOWN OF MAGRATH	(1,065.24)
TRIPLE T ENERGY SERVICES LTD.	(7,140.00)
TRUE GRIT WELDING	(882.00)
TUMBLEWEED OILFIELD SERVICES LTD	(797.69)
TURNER, LYMANN N.	(78.13)
TWD	(94.50)
TYRIC ENERGY INC	(2,182.95)
VAN DE WATER, ROXANNE	(26.62)
VAYRO, ANGIE	(8.38)
W. F. BROWN EXPLORATION LTD.	(197.97)
WEED WACKERS	(1,706.25)
WESTERN CANADA WELDING PRODUCTS LTD	(57.65)
WESTERN CANADIAN SPILL SERVICES LTD.	(6,445.95)
WILDE, ELMER E. & BETH B.	(5,420.00)
WINKELMANN, MELONY & BARSTAD, KAYLA	(2.96)
WOCKNITZ, JOANNE	(2.93)
WORKERS' COMPENSATION BOARD - ALBERTA	(549.44)
YEATES, POLLY LAVONNE	(149.66)
YOHO RESOURCES PARTNERSHIP	(13,483.89)
ZARGON OIL & GAS LTD	(2,728.23)
ZARGON OIL & GAS PARTNERSHIP	(490.28)
ZEDI CANADA INC	(10,190.36)
<hr/> Total unsecured creditors	<hr/> (1,717,131.46) <hr/>
<hr/> Total balance owed to creditors	<hr/> (33,017,131.46) <hr/>