



April 14, 2008

9000-2700-59240-15

Kenneth G. Sinclair
Vice President, Business Development
Canadian Spirit Resources Inc.
Ford Tower
Suite 1950, 633 – 6th Avenue S.W.
Calgary, Alberta T2P 2Y5

Dear Mr. Sinclair:

**RE: CANCELLATION – EXPERIMENTAL SCHEME APPROVALS
FARRELL CREEK AREA, GETHING FORMATION**

The Commission is in receipt of your letter dated March 26, 2008, requesting the termination of experimental scheme approvals 05-15-009 and 05-15-010, issued July 6, 2005. The purpose of these scheme approvals was to evaluate the unconventional natural gas resource potential from the shale, tight sand and coal of the Gething Formation in the Farrell Creek area of northeast British Columbia. The subject approvals were amended on October 12, 2007, with a condition requiring the drilling of a well within each approval area prior to October 31, 2008. Unfortunately CSRi and their partners were unable to commit to drilling wells within the scheme approval areas.

This letter confirms that CSRi and their partners have surrendered experimental scheme approvals 05-15-009 and 05-15-010 pursuant to Section 100 (4) of the Petroleum and Natural Gas Act effective immediately.

Sincerely,

Richard Slocomb, P.Eng.
Supervisor, Reservoir Engineering
Resource Conservation

Attachment

cc: Terrence Branscombe, MEMPR – Oil and Gas Titles

RESOURCE CONSERVATION

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