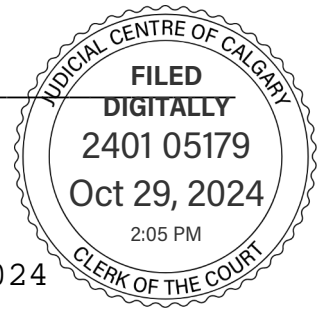


Clerk's Stamp:



QUESTIONING OF BEN LI
 BY A. NAVEED
 AFFIDAVIT SWORN OCTOBER 21, 2024
 HELD OCTOBER 25, 2024

COURT FILE NUMBER 2401-05179

COURT COURT OF KING'S BENCH OF ALBERTA

JUDICIAL CENTRE CALGARY

IN THE MATTER OF THE
 COMPANIES' CREDITORS
 ARRANGEMENT ACT,
 R.S.C. 1985, c. C-36, as
 amended

AND IN THE MATTER OF A PLAN OF
 COMPROMISE OR ARRANGEMENT OF
 ALPHABOW ENERGY LTD.

DOCUMENT QUESTIONING ON AFFIDAVIT

1 _____
2 Taken before S. Murphy, Official Court Reporter,
3 pursuant to Rules 5.26, 6.20, and 13.46 of the Court
4 of King's Bench of Alberta, at the offices of
5 Dentons Canada LLP, Calgary, Alberta.

6 _____

7 FOR ADVANCE DRILLING LTD.:
8 A. Naveed
9 C. Zhu
10 T. Mooney (Student-at-Law)
11 Dentons Canada LLP
12 1500, 850-2 Street SW
13 Calgary, Alberta
14 403-268-7000

15
16 FOR ALPHABOW ENERGY LTD.:
17 N. Kaur
18 S.A. Aaron (Remote Appearance)
19 Bennett Jones LLP
20 4500, 855-2 Street SW
21 Calgary, Alberta
22 403-298-3100

23
24
25
26
27

1 OFFICIAL COURT REPORTER:

2 S. Murphy, CSR(A)

3 Commissioner for Oaths Appointee No. 0703370

4 ASRA Membership No. 170

5 Dicta Court Reporting Inc.

6 760, 1015-4 Street SW

7 Calgary, Alberta

8 403-531-0590

9

10 (PROCEEDINGS COMMENCED AT 1:28 PM)

11 BEN LI, Sworn, Questioned by A. Naveed

12 Q A. NAVEED: Thank you. Good
13 afternoon, Mr. Li.

14 A Thank you.

15 Q I'm going to start with housekeeping
16 introductory matters, okay?

17 A Sure.

18 Q So, sir, you've just taken an oath to tell the
19 truth during these proceedings; is that
20 correct?

21 A Yes, I do.

22 Q Can you confirm that the oath is binding on
23 your conscience?

24 A Yes.

25 Q You agree that you will tell the truth in
26 answer to my questions today?

27 A Yes, I do.

1 Q Are you under the influence of any medication
2 or other substances that might affect your
3 ability to give testimony today?

4 A No.

5 Q During the course of this cross-examination,
6 I'm going to use some certain terms that I
7 would like to define at the outset so it's
8 clear what we're talking about.

9 A Okay.

10 Q Sir, when I refer to "the CCAA proceedings",
11 I'm referring to Alberta Court of King's Bench
12 Action Number 2401-05179 in the matter of the
13 Companies' Creditors Arrangement Act with
14 respect to AlphaBow Energy Ltd., okay?

15 A Okay.

16 Q When I refer to "AlphaBow", I mean AlphaBow
17 Energy Ltd., okay?

18 A Yeah.

19 Q When I refer to "Advance", I mean Advance
20 Drilling Ltd., okay?

21 A Yes.

22 Q When I refer to "your affidavit", I mean the
23 affidavit you swore on October 21, 2024, okay?

24 A Yes.

25 Q When I refer to a "GORR", I mean a gross
26 overriding royalty interest, okay?

27 A Okay.

1 Q When I refer to "the 2018 GORR", I mean the
2 gross overriding royalty agreement dated
3 November 23, 2018, between Advance and
4 AlphaBow.

5 A Okay.

6 Q And when I refer to "the royalty agreement", I
7 mean the royalty agreement dated October 26,
8 2021, between Advance and AlphaBow, okay?

9 A Okay.

10 Q And, sir, do you understand that you're here to
11 be questioned in respect of your affidavit?

12 A Yes, I do.

13 Q And you have your lawyer here with you; is that
14 right?

15 A Yes.

16 Q There's a court reporter who is taking a
17 transcript of the questioning. So in order for
18 the questioning to be clear and smooth, it's
19 important that you wait until I finish my
20 question, and then you answer, and then when
21 you answer, you answer verbally or orally so
22 the court reporter can transcribe your
23 response, okay?

24 A Sure.

25 Q If I ask you a question and you can't hear me,
26 or I don't speak clearly, and you want me to
27 clarify, please let me know.

1 A Sure.

2 Q And if you don't let me know that either you
3 haven't heard or understood my question, then
4 we can agree that you've heard and understood
5 my question?

6 A Okay.

7 Q And if you need to take a break, just let me
8 know.

9 A Sure.

10 Q Okay. I'm going to refer you to your
11 affidavit. So before swearing your affidavit,
12 did you read it from cover to cover?

13 A Yes.

14 Q And did you draft this affidavit, or did
15 someone draft it for you?

16 A Bennett Jones drafted.

17 Q But you had input in what was in the affidavit?

18 A Yes. I reviewed it, yeah.

19 Q Sir, you are the Ben Li that's given this
20 affidavit; is that right?

21 A Yes.

22 Q And if I get you to speak -- flip to the end of
23 the body of the affidavit -- sorry -- it's not
24 numbered. If you go right to the end, right
25 before Tab A, there looks like to be a
26 signature there. Is that your signature, sir?

27 A Yes.

1 Q Is there anything in your affidavit that you
2 want to correct or modify today?

3 A I noticed that one small mistake there. Let me
4 see. Because -- 24.

5 Q Okay. Give me one second. I'm just going to
6 get there. 24. Yes. Okay. Go ahead.

7 A Yeah, they say there was a payment made to
8 Advance from December 2021 to January 2023.
9 Actually, our last monthly payment was made to
10 Advance, it's September twenty -- later in
11 September 2023.

12 Q So that is the end of your first sentence. So
13 right now it says: (as read)

14 Following the execution of the
15 settlement agreement, I understand
16 that, pursuant to the settlement
17 agreement, reports were provided to
18 Advance and the associated payments
19 were made to Advance from

20 December 2021 to January 2023 period.

21 What you're saying is it wasn't to January 2023
22 period, it was to September 2023?

23 A Our -- yes, our last payment made was on
24 September 28, 2023.

25 Q Okay. Do you remember how much that payment
26 was for?

27 A I cannot remember.

1 Q Can I have an undertaking for you to confirm
2 the amount of that last payment?

3 A Sure.

4 N. KAUR: We'll take that.

5 A. NAVEED: So under advisement?

6 N. KAUR: No. We'll --

7 A. NAVEED: You'll grant it.

8 N. KAUR: Yeah.

9 UNDERTAKING 1 - To confirm the amount
10 of the last payment to Advance
11 Drilling Ltd. in September 2023

12 Q A. NAVEED: Okay. Sir, anything
13 else?

14 A No, it's all good.

15 Q What is your position with AlphaBow?

16 A I'm the CEO of the company.

17 Q How long have you been there?

18 A I started from April 2022.

19 Q Where were you before?

20 A I -- I'm a real estate developer, yeah.

21 Q You were a real estate developer?

22 A Yes.

23 Q In Canada?

24 A In Canada.

25 Q Can you tell me which company you were working
26 for?

27 A I have my own company.

1 Q Can you tell me what it was called?

2 A I got -- I have, like, 20, 30 companies.

3 Q Wow. That's a lot of companies.

4 A Yeah. Every project we have one company,
5 so ...

6 Q What's your education, sir?

7 A BA, back to China.

8 Q When you say "BA", you mean?

9 A Bachelor of arts.

10 Q In China?

11 A Yeah.

12 Q Any other degrees?

13 A No.

14 Q Do you have any professional designations
15 besides the BA?

16 A No. I used to be banker in China.

17 Q You were a banker?

18 A Yeah.

19 Q And so that's your professional experience
20 based on your BA?

21 A Yes.

22 Q How long were you a banker?

23 A I be there for four or five years. Four years,
24 four and a half.

25 Q At a high level, if we start with -- when did
26 you finish your BA?

27 A 1996.

- 1 Q What did you do after that?
- 2 A I went to the bank.
- 3 Q Okay. And you were at the bank for how long?
- 4 A I left the bank 2001, so close to five years.
- 5 OUT?
- 6 Q So 2001?
- 7 A Yeah. I came to Canada.
- 8 Q Okay. And then when you came to Canada, you
- 9 did what?
- 10 A I did insurance and mutual fund sales for,
- 11 like, one year.
- 12 Q Okay.
- 13 A And then I left, and then I went to work as an
- 14 accountant manager -- accounting manager for a
- 15 small developer. After, like, three, four
- 16 years working over there, so I start my own --
- 17 own company.
- 18 Q So when you sold insurance and mutual funds,
- 19 were you licenced to do that?
- 20 A Yes. I worked for the -- I think the company I
- 21 used to work for called Clarica. Later it was
- 22 merged with Sun Life.
- 23 Q Did you do further education to do that, or
- 24 that was just based on your BA?
- 25 A I got some licence, yeah.
- 26 Q Do you remember when you did that?
- 27 A I got -- I think about late -- sometime -- I

1 came to Canada July 2001. If I remember
2 correctly, I got my licence probably in
3 November 2001, four months after I came to
4 Canada.

5 Q Okay. And then you started in with AlphaBow,
6 again, when?

7 A April 2022.

8 Q Sir, you're not an engineer; right?

9 A No.

10 Q Do you have any experience in the oil and gas
11 area?

12 A Before AlphaBow?

13 Q Yeah.

14 A No.

15 Q Did you review all the records of AlphaBow,
16 whether physical or electronic, prior to
17 swearing your affidavit?

18 A Most of them, yes.

19 Q Does AlphaBow currently have any employees?

20 A AlphaBow laid off all the employee back to June
21 2023.

22 Q In June 2023?

23 A Yeah.

24 Q How many employees are there now? Any?

25 A Right now? We have some -- couple of contract,
26 even include me working as a contract. We
27 still have, I would say, maybe five or six

1 people.

2 Q And is it correct to say that's the primary
3 purpose of those people was just to deal with
4 the CCAA proceedings?

5 A Yes.

6 Q And so it's also correct to say that AlphaBow
7 is not currently operating, and it doesn't
8 intend to operate; it's just liquidating its
9 assets using the CCAA proceeding?

10 A We are in the CCAA sales process.

11 Q It's not intending to continue operating. It's
12 just going to liquidate the assets; is that
13 right?

14 N. KAUR: I don't know if the
15 witness can speak to what the proceedings are
16 going to entail. He's not a lawyer in that
17 regard.

18 A. NAVEED: He's the directing mind.

19 N. KAUR: But the proceedings are
20 the proceedings, so ...

21 A. NAVEED: Yeah, but he's the
22 directing mind of the company at the moment,
23 so ...

24 N. KAUR: Whatever is happening
25 pursuant to the proceedings is what the witness
26 is overseeing, so I'm not sure what the
27 question is.

1 A. NAVEED: Well, he has to instruct
2 counsel, so he must know what he's instructing
3 counsel on.

4 N. KAUR: On the CCAA proceedings?

5 A. NAVEED: Yeah.

6 N. KAUR: So is that a question for
7 counsel, or is that a question for the witness?

8 A. NAVEED: It's a question for him.
9 Does AlphaBow intend to continue operating?

10 N. KAUR: Does AlphaBow intend to
11 continue operating?

12 A We like to, you know, work out successfully
13 from the CCAA process.

14 Q A. NAVEED: But it's also fair to say
15 that at the moment part of the CCAA process,
16 the sales process, is all of the assets of the
17 company are up for sale?

18 A Yes.

19 Q Okay. So if that was successful, you couldn't
20 operate because all the assets would be sold;
21 is that correct?

22 A Yes.

23 Q Do you remember when AlphaBow ceased operations
24 in production?

25 A Early of September 2023.

26 Q Why was that?

27 A We got a shut-in order from a year in June --

1 in June 2023, and we was -- appealed it or some
2 legal progress over there. By the end of
3 August, I think that's our deadline, so we need
4 to shut in all the assets.

5 Q Do you know why they gave you a shut-in order?

6 A Back to March 2023, they send -- they issued
7 order to AlphaBow, ask for \$50 million security
8 deposit as 10 percent of inactive well
9 liability.

10 Q Was that "inactive well liability"?

11 A As 10 percent of inactive well liability.
12 AlphaBow didn't pay the \$50 million security.
13 AlphaBow did appeal it, and it go to the Court
14 of Appeal and go through the AER hearing
15 process. But because AlphaBow didn't pay that
16 \$50 million, in June 2023, AER issued the
17 shut-in order.

18 Q Thanks, sir.

19 I'm going to refer you to paragraph 19 to
20 23 of your affidavit.

21 A 19 to 23.

22 Q So go ahead and read those, if you need to take
23 a minute.

24 So during these paragraphs, you reference
25 various agreements executed before April 2022.
26 Is it correct that you have no first-hand
27 knowledge of the negotiations or execution of

1 any of these agreements?

2 A You're talking about the drilling agreement in
3 2018?

4 Q All of the ones that are referenced. So you
5 reference a number of agreements. You
6 reference as Exhibit A, a copy of GORR; at
7 Exhibit B, a stand-still agreement; at
8 Exhibit H, a royalty agreement; and a
9 settlement agreement.

10 Is it correct that you have no first-hand
11 knowledge of the negotiation or execution of
12 any of these agreements?

13 A Yes.

14 Q So paragraph 25 of your affidavit, it says:
15 (as read)

16 As such, my understanding of the GORR
17 agreements was that there was a single
18 GORR in three individual areas:
19 Chigwell, Green Glades, and Amisk
20 defined as the "impacted assets".

21 That's right?

22 A Yes.

23 Q What was this understanding based on?

24 A If I remember correctly, I think in the 2018
25 agreement, they decide about the GORR related
26 to the four area: Chigwell, Green Glades,
27 Amisk, and Choice. And then later Choice be

1 removed. That's why only three left.

2 Q So your understanding was based on the 2018
3 agreement -- the 2018 GORR. Is that what
4 you're saying?

5 A Yes.

6 Q So isn't it true that in the fall of 2022
7 Advance accused AlphaBow of underreporting its
8 production from the royalty lands as defined in
9 the settlement agreement?

10 A 2022?

11 Q M-hm.

12 A We got a bunch of the default letter from the
13 Dentons, you know.

14 Q So it's true, then?

15 A Yeah, every time, if we late on the payment, on
16 the monthly payment, we did get some default
17 letter.

18 Q Sir, I'm going to show you a letter dated
19 October 14th, 2022, from Dentons to Advance's
20 then counsel -- sorry -- AlphaBow's then
21 counsel McCarthy Tetrault.

22 A. NAVEED: Madam reporter, can we
23 please mark that as Exhibit 1.

24 EXHIBIT 1 - Letter dated October 14,
25 2022, from Dentons Canada LLP to
26 McCarthy Tetrault

27 Q A. NAVEED: Have you seen this letter

1 before, sir?

2 A You know what? I cannot remember.

3 Q Do you see that you were cc'd at the bottom of
4 the letter, sir?

5 A Give me --

6 Q Yeah. Sorry.

7 A -- me two more minutes.

8 Yes, I received this letter.

9 Q Okay. So isn't it true that as part of this
10 letter Advance expressed concerns that AlphaBow
11 was not reporting production from all of its
12 wells?

13 A Yes. It is about -- there's some difference of
14 our report and the Advance calculation.

15 Q Okay. Sir, are you aware that in response,
16 Advance, on October 26, 2022 -- sorry. In
17 response to this October 14 demand, on
18 October 26, 2022, AlphaBow's counsel responded
19 by email. Are you aware of that? I'm going to
20 show you a copy.

21 A Okay.

22 A. NAVEED: Madam reporter, I'm going
23 to mark as Exhibit 2 an email from Sean Collins
24 to Changhai Zhu, October 26, 2022.

25 EXHIBIT 2 - Email dated October 26,
26 2022, from Sean Collins to Changhai
27 Zhu

1 A Okay. Sorry. What was your question?

2 Q A. NAVEED: So in response to the
3 2014 [sic] demand, AlphaBow's counsel responded
4 by email to Mr. Zhu; is that correct?

5 A Yes.

6 N. KAUR: Just to clarify, is the
7 full email an exhibit -- has been entered as an
8 exhibit?

9 A. NAVEED: Yeah, it has.

10 N. KAUR: Up to page 3?

11 A. NAVEED: Yes. That's right.

12 We -- three pages.

13 N. KAUR: Okay.

14 A. NAVEED: We corrected the
15 back-siding emailing.

16 N. KAUR: That's fair. I will hand
17 this back.

18 A Do you need this back?

19 Q A. NAVEED: We'll take those back.

20 Thanks very much.

21 Sir, are you aware that in response to that
22 email that a November 10, 2022, letter was sent
23 by counsel for Advance to AlphaBow, and I'm
24 going to show you that letter. It's a letter
25 dated November 10, 2022.

26 A. NAVEED: Madam reporter, can we
27 attach this as an exhibit, please, a letter

1 dated November 10, 2022, from Mr. Zhu to
2 McCarthy Tetrault, Mr. Sean Collins.

3 EXHIBIT 3 - Letter dated November 10,
4 2022, from Changhai Zhu of Dentons
5 Canada LLP to Sean Collins of
6 McCarthy Tetrault

7 A What's your question?

8 Q A. NAVEED: Were you aware that this
9 letter was received by AlphaBow's counsel?

10 A I don't know. This one sent to me or no?

11 Q No. It's sent to your counsel. I'm asking you
12 if you are aware of it.

13 N. KAUR: Have you ever seen it
14 before?

15 A I cannot remember.

16 Q A. NAVEED: When you take a look at
17 it, it indicates that AlphaBow's response did
18 not address Advance's concerns. Would you say
19 that's fair?

20 A Yes, this -- yeah, that's the letter. That's
21 what it says.

22 Q Thank you.

23 So is it true that on November 30th, 2022,
24 you contacted Advance's counsel, advising:
25 (as read)

26 We found some mistakes back to
27 December 2021 on calculation of

1 payment [and you requested another
2 week to get it right].

3 And I'm showing you an email dated
4 November 30th, 2022, from you to Mr. Zhu.

5 A Yes.

6 Q Okay. So that's right?

7 A Yes.

8 A. NAVEED: Madam reporter, we're
9 going to mark this as Exhibit 4. This is an
10 email from Ben Li to Mr. Zhu November 30, 2022.

11 EXHIBIT 4 - Email dated November 30,
12 2022, from Ben Li to Changhai Zhu

13 Q A. NAVEED: Then, sir, about a week
14 later, on December 7th, 2022, you contacted
15 Advance's counsel once again advising that you
16 were underpaying and underreporting sales
17 revenue from Gibson and Secure and to do
18 that -- due to that underreporting, an amount
19 was owed in the range of \$151,993; is that
20 right?

21 A Yes.

22 Q Thank you.

23 A. NAVEED: Madam reporter, can we
24 please mark that December 7, 2022, email
25 between Mr. -- from Ben Li to Mr. Zhu as
26 Exhibit 5.

27 EXHIBIT 5 - Email dated December 7,

1 2022, from Ben Li to Changhai Zhu

2 Q A. NAVEED: Did you see the -- I just
3 want to make sure that you saw the attachment.

4 A Yes, I saw that.

5 Q And it was included?

6 A Yeah.

7 Q Thank you.

8 Sir, then we're going to move forward in
9 time a little bit more to December 12, 2022,
10 and as part of its monthly reporting, AlphaBow
11 produced Gibson and Secure producer statements
12 in addition to the Shell producer statements
13 previously provided; is that right?

14 And I'm showing you an email, sir, dated
15 December 12, 2022, from Ava Jiang, if I
16 pronounced that right, to you and Advance's
17 counsel.

18 A. NAVEED: Madam reporter, I'm going
19 to enter that as an exhibit. Email from Ava
20 Jiang dated December 12, 2022, to Ben Li.

21 EXHIBIT 6 - Email dated December 12,
22 2022, to Ben Li from Ava Jiang

23 Q A. NAVEED: So it's correct that --

24 A Yes.

25 Q -- that was produced? Okay.

26 Sir, I'm putting it to you that the
27 production referenced in these newly produced

1 Gibson and Secure producer statements are from
2 the properties outside the Chigwell and Green
3 Glades and Amisk properties referenced in
4 paragraph 25 of your affidavit. Do you agree?

5 A Yeah, I think it's based on the settlement
6 agreement made on October 2021.

7 Q But they're for areas outside?

8 A I would say -- yeah, some of them came from
9 outside, yes. All oil revenue from AlphaBow.

10 Q Okay. Sir, I'm just going to take a break for
11 a minute.

12 A Sure.

13 Q Well, longer than a minute.

14 A. NAVEED: Madam clerk, can we go
15 off the record?

16 (DISCUSSION OFF THE RECORD)

17 (ADJOURNMENT)

18 Q A. NAVEED: Can I confirm that
19 during the break you did not discuss your
20 evidence with anyone?

21 A I'm alone, so ...

22 Q Sorry?

23 A Yeah, I didn't.

24 Q You didn't? Okay.

25 A Yeah.

26 Q Thank you.

27 Sir, we just discussed that in response to

1 the October 14 demand that Advance -- or
2 AlphaBow went back and determined it was
3 underpaying and recalculated the amounts owing
4 under the settlement agreement. I'm going to
5 direct you to -- although I don't know if you
6 have it. Do you have a copy of Mr. Quan Li's
7 affidavit?

8 A No, I don't have.

9 N. KAUR: Would you like ...

10 A. NAVEED: Can we go off the record?

11 (DISCUSSION OFF THE RECORD)

12 Q A. NAVEED: Sir, you reference

13 Mr. Li's --

14 N. KAUR: Are we back on the
15 record?

16 A. NAVEED: Yeah, we're back on the
17 record.

18 Q A. NAVEED: You reference the
19 affidavit of Mr. Quan Li sworn October 21st,
20 2024, in your affidavit?

21 A Yes.

22 Q Is that right?

23 A Yeah.

24 Q Did you take a look at all Mr. Quan Li's
25 affidavit and all the exhibits before you swore
26 your affidavit?

27 A I take a look -- take a look at it.

1 Q Okay. So I'm going to direct you, sir, to
2 Exhibit I of Mr. Li's affidavit. That's the
3 settlement agreement dated November 12, 2021,
4 between AlphaBow Energy and Advance Drilling.

5 A Okay.

6 Q Sir, I'm going to take you to paragraph 14(b)
7 of that. I'm just going to read into the
8 record what it says: (as read)

9 Each monthly payment shall be in an
10 amount that is equivalent to the
11 applicable percentage, as defined
12 below, of AlphaBow's actual
13 proceedings -- proceeds of sale of
14 production from Shell Trading Canada
15 (and/or any replacement or additional
16 entity or entities providing similar
17 trading and market services for
18 AlphaBow's production). (Such entity
19 or entities, as the case may be,
20 referred to as the "trading company".)
21 Based on its share of working interest
22 in royalty lands (as defined in the
23 2021 RA) owned by AlphaBow.

24 Do you see that it says that?

25 A Yes.

26 Q If I take you, sir, to paragraph 9 of that same
27 agreement, it says: (as read)

1 AlphaBow as royalty payor, and Advance
2 as royalty owner, entered into a
3 royalty agreement dated October 28,
4 2021 (the 2021 RA).

5 A Yes.

6 Q So would you agree that the new calculation --
7 the correction of the calculation was based on
8 the definition of royalty lands in the 2021
9 royalty agreement?

10 A This -- this only based on the oil revenue of
11 the, you know -- the oil production of
12 AlphaBow, and the percentage is changed. How
13 to say? The percentage is going to change with
14 the oil price changes.

15 Q But it's based on the royalty lands in 2021;
16 correct?

17 A Yeah, but it's not include the NGL and the gas
18 production. It's only for the oil.

19 Q Okay. But would you agree with me that as of
20 at least October 2022, you personally were
21 aware of the existence of the 2021 royalty
22 agreement?

23 A I -- yes, I didn't -- yeah, I saw that
24 agreement.

25 Q Okay.

26 A. NAVEED: Madam clerk, I'm going to
27 make one clarification for the record. I think

1 at the outset I defined the 2021 royalty
2 agreement as the one that was dated October 26;
3 I meant October 28th. So it was the October
4 28th. Just clarifying that for the record.

5 A Sorry.

6 N. KAUR: Do you want to take --

7 A Can I ask a question about it?

8 N. KAUR: Should we go off the
9 record?

10 A I'm not sure.

11 Q A. NAVEED: Go ahead. What's the
12 question?

13 A When you say October 2021, the royalty
14 agreement, which agreement is include that
15 Schedule A?

16 Q Sir, I'm asking you --

17 THE COURT REPORTER: We're on the record;
18 right?

19 A. NAVEED: Yes, we're on the record.

20 Q A. NAVEED: It's going to be
21 Exhibit H, sir, of Mr. Quan Li's affidavit.

22 A Okay. So if you refer the 2021 RA, the royalty
23 agreement --

24 N. KAUR: Where are you talking
25 about? In your affidavit?

26 A No, the -- she asked me about the -- if I know
27 the -- on Quan's --

1 N. KAUR: Yes. This is Quan's.

2 A The settlement agreement, right. They meant
3 the fan [phonetic] of the 2021 RA, the royal
4 lands that's dated on October 28th.

5 THE COURT REPORTER: Sorry. I didn't
6 understand what you said there, Mr. Li.

7 N. KAUR: Do you want to repeat
8 that?

9 A Yeah. So, you know, the last question, she
10 asked about -- referred royalty agreement back
11 to October 28, 2021, define as "2021 RA". You
12 know what? I saw that agreement in -- sometime
13 2022 after I take the position in AlphaBow, but
14 the agreement I saw, they don't have a
15 Schedule A.

16 Q A. NAVEED: So you recalculated the
17 amount that was payable under the settlement
18 agreement. What did you base the recalculation
19 on, then?

20 A We based the recalculation based on our oil
21 revenue from this market, like Shell, Gibson
22 from this market. We base on the percentage of
23 the oil -- oil revenue.

24 Q Of all of AlphaBow's?

25 A All AlphaBow's oil revenue.

26 Q Yeah. From all of AlphaBow's production; is
27 that right?

1 A Not include the gas, not include the NGL. Only
2 on the oil.

3 Q But wells, all of the production from the
4 wells?

5 A Oil. Yeah, but only oil production from the
6 well.

7 Q But all of it?

8 A Yes.

9 Q Okay. Thank you.

10 Sir, subject to any questions that I might
11 have in response to the undertaking requested,
12 those are my questions for you today.

13 A Okay.

14 N. KAUR: I think I have some
15 redirect, if that's okay.

16 A. NAVEED: Okay.

17 N. KAUR: Can I have Exhibit 5 and
18 6, please, that were marked earlier.

19 N. Kaur Re-Questions the Witness

20 Q N. KAUR: So I have a question for
21 you, Ben.

22 A Sure.

23 Q So you were shown this document earlier, which
24 is marked as Exhibit 5. For the record, this
25 is an email from Ben Li to --

26 A Changhai.

27 Q Yes. Zhu. So what is being communicated here?

1 A No. We just say that some of the well
2 production was being missed because we supposed
3 to give, like, a percentage of the oil
4 production for AlphaBow's. Some production was
5 missing, so that's why we did a recalculated
6 kind of stuff, and we -- then we just say, Hey
7 this is money we should -- \$151,000 we should
8 pay -- pay to Advance. That's all the
9 communication about it.

10 Q And then you were also shown Exhibit 6, which
11 is a series of emails, and then this is from --

12 A Ava.

13 Q -- Ava --

14 A She's the --

15 Q -- Jiang to --

16 A Changhai.

17 Q -- Changhai, and so what does this relate to,
18 in your understanding?

19 A This relate to the calculation about that
20 missing amount. I believe so.

21 A. NAVEED: It's the calculation of
22 the missing amount; is that right, sir.

23 Q N. KAUR: Missing amount?

24 A Let me see. Yeah, this is about -- the
25 calculation about where the \$151,000 missing
26 payment came from.

27 Q Thank you. Those are my only questions.

1 A Thank you.

2 A. NAVEED: Thank you, sir.

3 A Thank you.

4 A. NAVEED: Thank you for your time.

5 (WHICH WAS ALL THE EVIDENCE TAKEN AT 2:27 PM)

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

1 CERTIFICATE OF TRANSCRIPT:

2

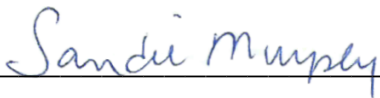
3 I, S. Murphy, certify that the foregoing
4 pages are a complete and accurate transcript of
5 the proceedings taken down by me in shorthand
6 and transcribed from my shorthand notes to the
7 best of my skill and ability.

8 Dated at the City of Calgary, Province of
9 Alberta, this 27th day of October 2024.

10

11

12



13

S. Murphy, CSR(A)

14

Official Court Reporter

15

Commissioner for Oaths Appointee No. 0703370

16

ASRA Membership No. 170

17

18

19

20

21

22

23

24

25

26

27

1	EXHIBITS ENTERED IN THE QUESTIONING OF	Page
2	BEN LI	
3	OCTOBER 25, 2024	
4		
5	Description	
6		
7	EXHIBIT 1 - Letter dated October 14, 2022,	16
8	from Dentons Canada LLP to McCarthy Tetrault	
9		
10	EXHIBIT 2 - Email dated October 26, 2022 from	17
11	Sean Collins to Changhai Zhu	
12		
13	EXHIBIT 3 - Letter dated November 10, 2022,	19
14	from Changhai Zhu of Dentons Canada LLP	
15	to Sean Collins of McCarthy Tetrault	
16		
17	EXHIBIT 4 - Email dated November 30, 2022 from	20
18	Ben Li to Changhai Zhu	
19		
20	EXHIBIT 5 - Email dated December 7, 2022, from	20
21	Ben Li to Changhai Zhu	
22		
23	EXHIBIT 6 - Email dated December 12, 2022, to	21
24	Ben Li from Ava Jiang	
25		
26		
27		

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27

UNDERTAKINGS GIVEN IN THE QUESTIONING OF
BEN LI
OCTOBER 25, 2024

Undertakings are inserted and indexed as a
courtesy service to be utilized at the discretion
of counsel. They are interpretations by the
court reporter, and it is requested counsel refer
to the appropriate page to ensure accuracy.

Description	Page
UNDERTAKING 1 - To confirm the amount of the last payment to Advance Drilling Ltd. in September 2023	8

<hr/> \$ <hr/>		<hr/> 5 <hr/>	Advance 4:19 5:3,8 7:8,10,18, 19 8:10 16:7 17:10,14,16 18:23 23:1 24:4 25:1 29:8 33:15	<hr/> 27:13 <hr/>
\$151,000 29:7,25	11 8:18 11:7 14:25 16:6,10,19, 25 17:16,18,24, 26 18:22,25 19:1, 4,23 20:4,10,12, 14,24 21:1,9,15, 20,22 25:20 27:13 32:7,10,13, 17,20,23	5 20:26,27 28:17, 24 32:20	Advance's 16:19 19:18,24 20:15 21:16	Alphabow's 16:20 17:18 18:3 19:9,17 24:12,18 27:24,25,26 29:4
\$151,993 20:19	2022 7:8,11,20, 21,22,24 8:11 11:21,22 13:25 14:1,6,16 33:16	<hr/> 6 <hr/>	advisement 8:5	Amisk 15:19,27 22:3
\$50 14:7,12,16	2023 4:23 23:20 31:9 32:3 33:3	6 21:21 28:18 29:10 32:23	advising 19:24 20:15	amount 8:2,9 20:18 24:10 27:17 29:20,22, 23 33:14
<hr/> 0 <hr/>	2024 4:23 23:20 31:9 32:3 33:3	<hr/> 7 <hr/>	AER 14:14,16	amounts 23:3
0703370 31:15	21 4:23 32:23	7 20:24,27 32:20	affect 4:2	and/or 24:15
<hr/> 1 <hr/>	21st 23:19	7th 20:14	affidavit 4:22,23 5:11 6:11,14,17, 20,23 7:1 11:17 14:20 15:14 22:4 23:7,19,20,25,26 24:2 26:21,25	appeal 14:13,14
1 8:9 16:23,24 32:7 33:14	23 5:3 14:20,21	<hr/> 8 <hr/>	afternoon 3:13	appealed 14:1
10 14:8,11 18:22, 25 19:1,3 32:13	24 7:4,6	8 33:14	agree 3:25 6:4 22:4 25:6,19	applicable 24:11
12 21:9,15,20,21 24:3 32:23	2401-05179 4:12	<hr/> 9 <hr/>	agreement 5:2,6, 7 7:15,17 15:2,7, 8,9,25 16:3,9 22:6 23:4 24:3,27 25:3,9,22,24 26:2,14,23 27:2, 10,12,14,18	Appointee 31:15
14 16:24 17:17 23:1 32:7	25 15:14 22:4 32:3 33:3	9 24:26	agreements 14:25 15:1,5,12, 17	April 8:18 11:7 14:25
14(b) 24:6	26 5:7 17:16,18, 24,25 26:2 32:10	<hr/> A <hr/>	ahead 7:6 14:22 26:11	area 11:11 15:26
14th 16:19	27th 31:9	ability 4:3 31:7	Alberta 4:11 31:9	areas 15:18 22:7
16 32:7	28 7:24 25:3 27:11	accountant 10:14	Alphabow 4:14, 16 5:4,8 8:15 11:5,12,15,19,20 12:6 13:9,10,23 14:7,12,13,15 16:7 17:10 18:23 21:10 22:9 23:2 24:4,23 25:1,12	Arrangement 4:13
17 32:10	28th 26:3,4 27:4	accounting 10:14		arts 9:9
170 31:16	2:27 30:5	accuracy 33:9		ASRA 31:16
19 14:19,21 32:13	<hr/> 3 <hr/>	accurate 31:4		assets 12:9,12 13:16,20 14:4 15:20
1996 9:27	3 18:10 19:3 32:13	accused 16:7		attach 18:27
1:28 3:10	30 9:2 20:10,11 32:17	act 4:13		attachment 21:3
<hr/> 2 <hr/>	30th 19:23 20:4	Action 4:12		August 14:3
2 17:23,25 32:10	<hr/> 4 <hr/>	actual 24:12		Ava 21:15,19,22 29:12,13 32:24
20 9:2 32:17,20	4 20:9,11 32:17	addition 21:12		aware 17:15,19 18:21 19:8,12 25:21
2001 10:4,6 11:1, 3		additional 24:15		<hr/> B <hr/>
2014 18:3		address 19:18		BA 9:7,8,15,20,26 10:24
2018 5:1,3 15:3, 24 16:2,3		ADJOURNME NT 22:17		Bachelor 9:9
2021 5:8 7:8,20 19:27 22:6 24:3, 23 25:4,8,15,21 26:1,13,22 27:3,				

<p>back 9:7 11:20 14:6 18:17,18,19 19:26 23:2,14,16 27:10</p> <p>back-siding 18:15</p> <p>bank 10:2,3,4</p> <p>banker 9:16,17, 22</p> <p>base 27:18,22</p> <p>based 9:20 10:24 15:23 16:2 22:5 24:21 25:7,10,15 27:20</p> <p>Ben 3:11 6:19 20:10,12,25 21:1, 20,22 28:21,25 32:2,18,21,24 33:2</p> <p>Bench 4:11</p> <p>Bennett 6:16</p> <p>binding 3:22</p> <p>bit 21:9</p> <p>body 6:23</p> <p>bottom 17:3</p> <p>break 6:7 22:10, 19</p> <p>bunch 16:12</p> <hr/> <p style="text-align: center;">C</p> <hr/> <p>calculation 17:14 19:27 25:6, 7 29:19,21,25</p> <p>Calgary 31:8</p> <p>called 9:1 10:21</p> <p>Canada 8:23,24 10:7,8 11:1,4 16:25 19:5 24:14 32:8,14</p> <p>case 24:19</p> <p>cc'd 17:3</p> <p>CCAA 4:10 12:4, 9,10 13:4,13,15</p>	<p>ceased 13:23</p> <p>CEO 8:16</p> <p>CERTIFICATE 31:1</p> <p>certify 31:3</p> <p>change 25:13</p> <p>changed 25:12</p> <p>Changhai 17:24, 26 19:4 20:12 21:1 28:26 29:16, 17 32:11,14,18, 21</p> <p>Chigwell 15:19, 26 22:2</p> <p>China 9:7,10,16</p> <p>Choice 15:27</p> <p>City 31:8</p> <p>Clarica 10:21</p> <p>clarification 25:27</p> <p>clarify 5:27 18:6</p> <p>clarifying 26:4</p> <p>clear 4:8 5:18</p> <p>clerk 22:14 25:26</p> <p>close 10:4</p> <p>Collins 17:23,26 19:2,5 32:11,15</p> <p>COMMENCED 3:10</p> <p>Commissioner 31:15</p> <p>communicated 28:27</p> <p>communication 29:9</p> <p>companies 9:2,3</p> <p>Companies' 4:13</p> <p>company 8:16, 25,27 9:4 10:17, 20 12:22 13:17 24:20</p>	<p>complete 31:4</p> <p>concerns 17:10 19:18</p> <p>confirm 3:22 8:1, 9 22:18 33:14</p> <p>conscience 3:23</p> <p>contacted 19:24 20:14</p> <p>continue 12:11 13:9,11</p> <p>contract 11:25, 26</p> <p>copy 15:6 17:20 23:6</p> <p>correct 3:20 7:2 12:2,6 13:21 14:26 15:10 18:4 21:23 25:16</p> <p>corrected 18:14</p> <p>correction 25:7</p> <p>correctly 11:2 15:24</p> <p>counsel 13:2,3,7 16:20,21 17:18 18:3,23 19:9,11, 24 20:15 21:17 33:7,8</p> <p>couple 11:25</p> <p>court 4:11 5:16, 22 14:13 26:17 27:5 31:14 33:8</p> <p>courtesy 33:6</p> <p>cover 6:12</p> <p>Creditors 4:13</p> <p>cross-examination 4:5</p> <p>CSR(A) 31:13</p> <hr/> <p style="text-align: center;">D</p> <hr/> <p>dated 5:2,7 16:18,24 17:25 18:25 19:1,3 20:3,11,27 21:14, 20,21 24:3 25:3 26:2 27:4 31:8 32:7,10,13,17,20, 23</p> <p>day 31:9</p> <p>deadline 14:3</p> <p>deal 12:3</p> <p>December 7:8,20 19:27 20:14,24, 27 21:9,15,20,21 32:20,23</p> <p>decide 15:25</p> <p>default 16:12,16</p> <p>define 4:7 27:11</p> <p>defined 15:20 16:8 24:11,22 26:1</p> <p>definition 25:8</p> <p>degrees 9:12</p> <p>demand 17:17 18:3 23:1</p> <p>Dentons 16:13, 19,25 19:4 32:8, 14</p> <p>deposit 14:8</p> <p>Description 32:5 33:12</p> <p>designations 9:14</p> <p>determined 23:2</p> <p>developer 8:20, 21 10:15</p> <p>difference 17:13</p> <p>direct 23:5 24:1</p> <p>directing 12:18, 22</p> <p>discretion 33:6</p> <p>discuss 22:19</p> <p>discussed 22:27</p> <p>DISCUSSION 22:16 23:11</p> <p>document 28:23</p>	<p>draft 6:14,15</p> <p>drafted 6:16</p> <p>drilling 4:20 8:11 15:2 24:4 33:15</p> <p>due 20:18</p> <hr/> <p style="text-align: center;">E</p> <hr/> <p>earlier 28:18,23</p> <p>Early 13:25</p> <p>education 9:6 10:23</p> <p>electronic 11:16</p> <p>email 17:19,23,25 18:4,7,22 20:3, 10,11,24,27 21:14,19,21 28:25 32:10,17, 20,23</p> <p>emailing 18:15</p> <p>emails 29:11</p> <p>employee 11:20</p> <p>employees 11:19, 24</p> <p>end 6:22,24 7:12 14:2</p> <p>Energy 4:14,17 24:4</p> <p>engineer 11:8</p> <p>ensure 33:9</p> <p>entail 12:16</p> <p>enter 21:19</p> <p>entered 18:7 25:2 32:1</p> <p>entities 24:16,19</p> <p>entity 24:16,18</p> <p>equivalent 24:10</p> <p>estate 8:20,21</p> <p>evidence 22:20 30:5</p> <p>executed 14:25</p> <p>execution 7:14 14:27 15:11</p>
--	---	---	--

<p>exhibit 15:6,7,8 16:23,24 17:23, 25 18:7,8,27 19:3 20:9,11,26,27 21:19,21 24:2 26:21 28:17,24 29:10 32:7,10,13, 17,20,23</p> <p>exhibits 23:25 32:1</p> <p>existence 25:21</p> <p>experience 9:19 11:10</p> <p>expressed 17:10</p> <hr/> <p style="text-align: center;">F</p> <hr/> <p>fair 13:14 18:16 19:19</p> <p>fall 16:6</p> <p>fan 27:3</p> <p>finish 5:19 9:26</p> <p>first-hand 14:26 15:10</p> <p>flip 6:22</p> <p>foregoing 31:3</p> <p>forward 21:8</p> <p>found 19:26</p> <p>full 18:7</p> <p>fund 10:10</p> <p>funds 10:18</p> <hr/> <p style="text-align: center;">G</p> <hr/> <p>gas 11:10 25:17 28:1</p> <p>gave 14:5</p> <p>Gibson 20:17 21:11 22:1 27:21</p> <p>give 4:3 7:5 17:5 29:3</p> <p>Glades 15:19,26 22:3</p>	<p>good 3:12 8:14</p> <p>GORR 4:25 5:1 15:6,16,18,25 16:3</p> <p>grant 8:7</p> <p>Green 15:19,26 22:2</p> <p>gross 4:25 5:2</p> <hr/> <p style="text-align: center;">H</p> <hr/> <p>half 9:24</p> <p>hand 18:16</p> <p>happening 12:24</p> <p>hear 5:25</p> <p>heard 6:3,4</p> <p>hearing 14:14</p> <p>Hey 29:6</p> <p>high 9:25</p> <p>housekeeping 3:15</p> <hr/> <p style="text-align: center;">I</p> <hr/> <p>impacted 15:20</p> <p>important 5:19</p> <p>inactive 14:8,10, 11</p> <p>include 11:26 25:17 26:14 28:1</p> <p>included 21:5</p> <p>indexed 33:5</p> <p>individual 15:18</p> <p>influence 4:1</p> <p>input 6:17</p> <p>inserted 33:5</p> <p>instruct 13:1</p> <p>instructing 13:2</p> <p>insurance 10:10, 18</p> <p>intend 12:8 13:9, 10</p>	<p>intending 12:11</p> <p>interest 4:26 24:21</p> <p>interpretations 33:7</p> <p>introductory 3:16</p> <p>issued 14:6,16</p> <hr/> <p style="text-align: center;">J</p> <hr/> <p>January 7:8,20, 21</p> <p>Jiang 21:15,20,22 29:15 32:24</p> <p>Jones 6:16</p> <p>July 11:1</p> <p>June 11:20,22 13:27 14:1,16</p> <hr/> <p style="text-align: center;">K</p> <hr/> <p>Kaur 8:4,6,8 12:14,19,24 13:4, 6,10 18:6,10,13, 16 19:13 23:9,14 26:6,8,24 27:1,7 28:14,17,19,20 29:23</p> <p>kind 29:6</p> <p>King's 4:11</p> <p>knowledge 14:27 15:11</p> <hr/> <p style="text-align: center;">L</p> <hr/> <p>laid 11:20</p> <p>lands 16:8 24:22 25:8,15 27:4</p> <p>late 10:27 16:15</p> <p>lawyer 5:13 12:16</p> <p>left 10:4,13 16:1</p>	<p>legal 14:2</p> <p>letter 16:12,17, 18,24,27 17:4,8, 10 18:22,24,27 19:3,9,20 32:7,13</p> <p>level 9:25</p> <p>Li 3:11,13 6:19 20:10,12,25 21:1, 20,22 23:19 27:6 28:25 32:2,18,21, 24 33:2</p> <p>Li's 23:6,13,24 24:2 26:21</p> <p>liability 14:9,10, 11</p> <p>licence 10:25 11:2</p> <p>licenced 10:19</p> <p>Life 10:22</p> <p>liquidate 12:12</p> <p>liquidating 12:8</p> <p>LLP 16:25 19:5 32:8,14</p> <p>long 8:17 9:22 10:3</p> <p>longer 22:13</p> <p>lot 9:3</p> <hr/> <p style="text-align: center;">M</p> <hr/> <p>M-HM 16:11</p> <p>Madam 16:22 17:22 18:26 20:8, 23 21:18 22:14 25:26</p> <p>made 7:7,9,19,23 22:6</p> <p>make 21:3 25:27</p> <p>manager 10:14</p> <p>March 14:6</p> <p>mark 16:23 17:23 20:9,24</p> <p>marked 28:18,24</p>	<p>market 24:17 27:21,22</p> <p>matter 4:12</p> <p>matters 3:16</p> <p>Mccarthy 16:21, 26 19:2,6 32:8,15</p> <p>meant 26:3 27:2</p> <p>medication 4:1</p> <p>Membership 31:16</p> <p>merged 10:22</p> <p>million 14:7,12, 16</p> <p>mind 12:18,22</p> <p>minute 14:23 22:11,13</p> <p>minutes 17:7</p> <p>missed 29:2</p> <p>missing 29:5,20, 22,23,25</p> <p>mistake 7:3</p> <p>mistakes 19:26</p> <p>modify 7:2</p> <p>moment 12:22 13:15</p> <p>money 29:7</p> <p>monthly 7:9 16:16 21:10 24:9</p> <p>months 11:3</p> <p>move 21:8</p> <p>Murphy 31:3,13</p> <p>mutual 10:10,18</p> <hr/> <p style="text-align: center;">N</p> <hr/> <p>Naveed 3:11,12 8:5,7,12 12:18,21 13:1,5,8,14 16:22,27 17:22 18:2,9,11,14,19, 26 19:8,16 20:8, 13,23 21:2,18,23 22:14,18 23:10,</p>
--	---	--	--	---

12,16,18 25:26
 26:11,19,20
 27:16 28:16
 29:21 30:2,4
negotiation
 15:11
negotiations
 14:27
newly 21:27
NGL 25:17 28:1
notes 31:6
noticed 7:3
November 5:3
 11:3 18:22,25
 19:1,3,23 20:4,
 10,11 24:3 32:13,
 17
number 4:12
 15:5
numbered 6:24

O

oath 3:18,22
Oaths 31:15
October 4:23 5:7
 16:19,24 17:16,
 17,18,24,25 22:6
 23:1,19 25:3,20
 26:2,3,13 27:4,11
 31:9 32:3,7,10
 33:3
Official 31:14
oil 11:10 22:9
 25:10,11,14,18
 27:20,23,25 28:2,
 5 29:3
operate 12:8
 13:20
operating 12:7,
 11 13:9,11
operations 13:23
orally 5:21

order 5:17 13:27
 14:5,7,17
outset 4:7 26:1
overriding 4:26
 5:2
overseeing 12:26
owed 20:19
owing 23:3
owned 24:23
owner 25:2

P

pages 18:12 31:4
paragraph 14:19
 15:14 22:4 24:6,
 26
paragraphs
 14:24
part 13:15 17:9
 21:10
pay 14:12,15 29:8
payable 27:17
payment 7:7,9,
 23,25 8:2,10
 16:15,16 20:1
 24:9 29:26 33:15
payments 7:18
payor 25:1
people 12:1,3
percent 14:8,11
percentage
 24:11 25:12,13
 27:22 29:3
period 7:20,22
personally 25:20
phonetic 27:3
physical 11:16
PM 3:10 30:5
position 8:15
 27:13
previously 21:13

price 25:14
primary 12:2
prior 11:16
proceeding 12:9
proceedings
 3:10,19 4:10
 12:4,15,19,20,25
 13:4 24:13 31:5
proceeds 24:13
process 12:10
 13:13,15,16
 14:15

produced 21:11,
 25,27
producer 21:11,
 12 22:1
production
 13:24 16:8 17:11
 21:27 24:14,18
 25:11,18 27:26
 28:3,5 29:2,4
professional
 9:14,19
progress 14:2
project 9:4
pronounced
 21:16
properties 22:2,3
provided 7:17
 21:13
providing 24:16
Province 31:8
purpose 12:3
pursuant 7:16
 12:25
putting 21:26

Q

Quan 23:6,19,24
 26:21
Quan's 26:27
 27:1

question 5:20,25
 6:3,5 12:27 13:6,
 7,8 18:1 19:7
 26:7,12 27:9
 28:20
questioned 3:11
 5:11
questioning
 5:17,18 32:1 33:1
questions 3:26
 28:10,12 29:27

R

RA 24:23 25:4
 26:22 27:3,11
range 20:19
Re-questions
 28:19
read 6:12 7:13
 14:22 15:15
 19:25 24:7,8,27
real 8:20,21
recalculated
 23:3 27:16 29:5
recalculation
 27:18,20
received 17:8
 19:9
record 22:15,16
 23:10,11,15,17
 24:8 25:27 26:4,
 9,17,19 28:24
records 11:15
redirect 28:15
refer 4:10,16,19,
 22,25 5:1,6 6:10
 14:19 26:22 33:8
reference 14:24
 15:5,6 23:12,18
referenced 15:4
 21:27 22:3
referred 24:20
 27:10

referring 4:11
regard 12:17
relate 29:17,19
related 15:25
remember 7:25,
 27 10:26 11:1
 13:23 15:24 17:2
 19:15
removed 16:1
repeat 27:7
replacement
 24:15
report 17:14
reporter 5:16,22
 16:22 17:22
 18:26 20:8,23
 21:18 26:17 27:5
 31:14 33:8
reporting 17:11
 21:10
reports 7:17
requested 20:1
 28:11 33:8
respect 4:14 5:11
responded 17:18
 18:3
response 5:23
 17:15,17 18:2,21
 19:17 22:27
 28:11
revenue 20:17
 22:9 25:10 27:21,
 23,25
review 11:15
reviewed 6:18
royal 27:3
royalty 4:26 5:2,
 6,7 15:8 16:8
 24:22 25:1,2,3,8,
 9,15,21 26:1,13,
 22 27:10

<hr/> S <hr/>	<p>11:8 14:18 16:18 17:1,4,15 18:21 20:13 21:8,14,26 22:10,27 23:12 24:1,6,26 26:16, 21 28:10 29:22 30:2</p> <p>skill 31:7</p> <p>small 7:3 10:15</p> <p>smooth 5:18</p> <p>sold 10:18 13:20</p> <p>speak 5:26 6:22 12:15</p> <p>stand-still 15:7</p> <p>start 3:15 9:25 10:16</p> <p>started 8:18 11:5</p> <p>statements 21:11,12 22:1</p> <p>stuff 29:6</p> <p>subject 28:10</p> <p>substances 4:2</p> <p>successful 13:19</p> <p>successfully 13:12</p> <p>Sun 10:22</p> <p>supposed 29:2</p> <p>swearing 6:11 11:17</p> <p>swore 4:23 23:25</p> <p>sworn 3:11 23:19</p> <hr/> <p style="text-align: center;">T</p> <hr/> <p>Tab 6:25</p> <p>taking 5:16</p> <p>talking 4:8 15:2 26:24</p> <p>terms 4:6</p> <p>testimony 4:3</p> <p>Tetrault 16:21, 26 19:2,6 32:8,15</p>	<p>time 16:15 21:9 30:4</p> <p>today 3:26 4:3 7:2 28:12</p> <p>trading 24:14,17, 20</p> <p>transcribe 5:22</p> <p>transcribed 31:6</p> <p>transcript 5:17 31:1,4</p> <p>true 16:6,14 17:9 19:23</p> <p>truth 3:19,25</p> <p>twenty 7:10</p> <hr/> <p style="text-align: center;">U</p> <hr/> <p>underpaying 20:16 23:3</p> <p>underreporting 16:7 20:16,18</p> <p>understand 5:10 7:15 27:6</p> <p>understanding 15:16,23 16:2 29:18</p> <p>understood 6:3,4</p> <p>undertaking 8:1, 9 28:11 33:14</p> <p>Undertakings 33:1,5</p> <p>utilized 33:6</p> <hr/> <p style="text-align: center;">V</p> <hr/> <p>verbally 5:21</p> <hr/> <p style="text-align: center;">W</p> <hr/> <p>wait 5:19</p> <p>week 20:2,13</p> <p>wells 17:12 28:3, 4</p>	<p>work 10:13,21 13:12</p> <p>worked 10:20</p> <p>working 8:25 10:16 11:26 24:21</p> <p>Wow 9:3</p> <hr/> <p style="text-align: center;">Y</p> <hr/> <p>year 10:11 13:27</p> <p>years 9:23 10:4, 16</p> <hr/> <p style="text-align: center;">Z</p> <hr/> <p>Zhu 17:24,27 18:4 19:1,4 20:4, 10,12,25 21:1 28:27 32:11,14, 18,21</p>
----------------------	--	---	---

October 14, 2022

File No.: 571893-3

VIA E-MAIL (jpasieka@mccarthy.ca)

McCarthy Tétrault LLP
Suite 4000
421 – 7th Avenue S.W.
Calgary, AB T2P 4K9

EXHIBIT 1
DATE Oct 25, 2022
EXAM OF B.Li
JM
SANDIE MURPHY
COURT REPORTER

Attention: James Pasieka

Dear Mr. Pasieka

Re: **Settlement Agreement, dated November 12, 2021 (the "Agreement"), between AlphaBow Energy Ltd. ("AlphaBow") and Advance Drilling Ltd. ("Advance")**

We write to you regarding the above-noted matter. Capitalized terms used herein shall have the same meaning as in the Agreement, unless otherwise defined.

Please provide confirmation in writing that you and your office have replaced Mr. Kenneth Reh and his office as counsel for AlphaBow, and that pursuant to section 32 of the Agreement, you and your office are now the proper recipients of notice under the Agreement.

Further to your letter dated August 3, 2022, and our responding letter dated September 8, 2022, the matter of the Without Prejudice Meeting, and the Inaugural Meeting for the EOR Project, as defined in our letter to you dated September 8, 2022, remains outstanding. Subject to the resolution of the issue described below, we would like to hear from you regarding the same.

AlphaBow's Breach of the Agreement:

Advance has reviewed the monthly Shell producer statements provided by AlphaBow in accordance with section 15 of the Agreement (the "**Producer Statements**"), and has cross-referenced the Producer Statements with the monthly ST60 statistical reports published by the Alberta Energy Regulator (the "**AER Statistical Reports**") regarding monthly production data in Alberta.

Based on our review, we take the position that AlphaBow is in material breach of the Agreement with respect to its obligations under section 14 to provide Monthly Payments as a percentage of proceeds of sale of production from *all* of the Royalty Lands.

A comparison of the Producer Statements and the AER Statistical Reports shows that the production reported in each of the Producer Statements is consistently an underrepresentation of AlphaBow's monthly production from the Royalty Lands. In multiple months, the underreporting is in excess of 1,000 cubic meters ("**m³**") of production, over 6,000 barrels ("**bbbl**").

For example, in July 2022, the Producer Statement provided by AlphaBow to Advance reported a total production of 5,835.6 m³ from 12 wells. The July 2022 AER Statistical Report showed that the sum of AlphaBow's production from those same 12 wells was 6,851.6 m³, a difference of 1,016 m³. Furthermore, the July 2022 AER Statistical Report showed that AlphaBow had production from 13 additional wells, which were part of the Royalty Lands, but for which no production was reported in the July 2022 Producer Statement. The production from these 13 wells amounted to an additional 464.7 m³ of production which was not reflected in the July 2022 Producer Statement. We have found similar underreporting in each of the months for which AlphaBow has provided a Producer Statement.

It is clear that AlphaBow has underreported to Advance the volume of its monthly productions. Any proceeds that AlphaBow has received in relation to the underreported volumes is a material breach of the Agreement. The underreporting has now persisted for months. As a result, Advance would be entitled to terminate the Agreement, and begin enforcement of its Consent Judgment.

Advance is prepared to provide AlphaBow with an opportunity to explain this apparent breach of the Agreement. However, should Advance not, in its sole discretion, receive a satisfactory explanation from AlphaBow, which must be supported by reliable documentation, by **October 24, 2022**, Advance reserves its right to terminate the Agreement, and commence enforcement proceedings with respect to the Consent Judgment.

We look forward to hearing from you.

Yours truly,
Dentons Canada LLP



Changhai Zhu
Associate

/cz

Cc: Sean Fairhurst (Dentons Canada LLP); Jiang Fan (Advance Drilling Ltd.); Yingming Wu (Advance Drilling Ltd.); Tao Su (Advance Drilling Ltd.); Ray Lang (Advance Drilling Ltd.); Ben Li (AlphaBow Energy Ltd.); Yueyi Duan (AlphaBow Energy Ltd.)

EXHIBIT 2
DATE OCT 25/24
EXAM OF SL
SM.
SANDIE MURPHY
COURT REPORTER

Zhu, Changhai

From: Collins, Sean F. <scollins@MCCARTHY.CA>
Sent: Wednesday, October 26, 2022 9:35 PM
To: Zhu, Changhai
Cc: Pasioka, James; Fairhurst, Sean; Tai, George
Subject: RE: [EXT] Alpha Bow Energy Ltd. [MT-MTDOCS.FID3692046]
Attachments: AER vs Shell 2022-07.xlsx

[WARNING: EXTERNAL SENDER]

Changhai,

In reply to your letter of October 14, 2022 the issue raised by Advance represents a misapprehension on its part and is easily explained. In short, the AER Statistical Reports to which you refer relate to *gross* production from the Royalty Lands which is greater than AlphaBow's *net* share of production revenue it receives from Shell after accounting for payments on account of royalties, payments to working interest participants, and monthly balancing.

The attached spreadsheet details gross production receipts, deductions therefrom, with the resulting net production received by AlphaBow for the month of July, 2022 (the same month as discussed in the letter under reply). The variance between gross production of 6851.6 m³ and the net production reported by AlphaBow of 5835.6 m³ is set out in the columns entitled APMC Crown, Partnership, and Closing-Opening-receipt. The amounts under: (i) APMC Crown are crown royalties paid directly by Shell on account of Crown Royalties; (ii) Partnership are amounts payable to working interest participants and are paid directly by Shell to working interest participants; and (iii) Closing-Opening-receipt are monthly balancing adjustments done by Shell following reconciliation.

AlphaBow has not underreported the volume of its monthly production and has remitted all amounts owing to Advance in accordance with the Settlement Agreement.

It goes without saying, but for avoidance of doubt, there is no basis for Advance to purport to terminate the Agreement or commence enforcement proceedings.

AlphaBow will be pleased to meet with Advance to provide further clarification if Advance so desires.

Regards,

**mccarthy
tétrault**

Sean Collins
Partner | Associé
Bankruptcy and Restructuring | Faillite et restructuration
T: 403-260-3531
C: 403-607-9534
F: 403-260-3501
E: scollins@mccarthy.ca

McCarthy Tétrault LLP
Suite 4000
421 - 7th Avenue SW
Calgary AB T2P 1K9

Visit www.mccarthy.ca for strategic insights and client solutions.



From: Zhu, Changhai <changhai.zhu@dentons.com>
Sent: Tuesday, October 25, 2022 10:21 AM
To: Collins, Sean F. <scollins@MCCARTHY.CA>
Cc: Pasieka, James <JPASIEKA@mccarthy.ca>; Fairhurst, Sean <sean.fairhurst@dentons.com>; Tai, George <george.tai@dentons.com>
Subject: [EXT] RE: Alpha Bow Energy Ltd.

Hi Sean,

Advance will agree to your requested extension. We look forward to hearing from you by no later than October 26, 2022.

Best regards,



Changhai Zhu
Associate

What's Next? The answer is Talent. With more than 20,000 people, 12,000 lawyers and 200 locations, Dentons has the talent for what you need, where you need it.

D +1 403 268 7135
changhai.zhu@dentons.com
Bio | Website

Dentons Canada LLP
15th Floor, Bankers Court, 850 - 2nd Street SW Calgary, AB T2P 0R8 Canada

LuatViet > Fernanda Lopes & Associados > Guevara & Gutierrez > Paz Horowitz Abogados > Sirote > Adepetun Caxton-Martins Agbor & Segun > Davis Brown > East African Law Chambers > Eric Silwamba, Jalasi and Linyama > Durham Jones & Pinegar > LEAD Advogados > For more information on the firms that have come together to form Dentons, go to [dentons.com/legacyfirms](https://www.dentons.com/legacyfirms)

Dentons is a global legal practice providing client services worldwide through its member firms and affiliates. This email may be confidential and protected by legal privilege. If you are not the intended recipient, disclosure, copying, distribution and use are prohibited, please notify us immediately and delete this email from your systems. To update your commercial electronic message preferences email dentonsinsightsca@dentons.com or visit our website. Please see [dentons.com](https://www.dentons.com) for Legal Notices.

From: Collins, Sean F. <scollins@MCCARTHY.CA>
Sent: Monday, October 24, 2022 6:20 PM
To: Zhu, Changhai <changhai.zhu@dentons.com>
Cc: Pasieka, James <JPASIEKA@mccarthy.ca>
Subject: Alpha Bow Energy Ltd.

[WARNING: EXTERNAL SENDER]

Changhai,

Jim Pasieka has passed along Dentons' letter of October 14, 2022 and asked me to assume conduct of providing AlphaBow's response to the matters raised in the letter under reply. As a preliminary matter, our office has replaced Kenneth Reh as counsel to AlphaBow and further notices under the Agreement should be directed to myself.

Noting the request in the letter under reply that a response be provided by October 24, 2022, we write to advise that, we are working with AlphaBow's senior management to provide a response, the same, however, is not yet ready to be delivered. On behalf of AlphaBow, we would ask for the courtesy of an extension from Advance to provide AlphaBow's response until October 26, 2022. Please let us know if Advance will grant AlphaBow the extension.

Regards,



Sean Collins
Partner | Associé
Bankruptcy and Restructuring | Faillite et restructuration
T: 403-260-3531
C: 403-607-8534
F: 403-260-3501
E: scollins@mccarthy.ca

McCarthy Tétrauit LLP
Suite 4000
421 - 7th Avenue SW
Calgary AB T2P 4K9

Visit www.mccarthy.ca for strategic insights and client solutions.



This e-mail may contain information that is privileged, confidential and/or exempt from disclosure. No waiver whatsoever is intended by sending this e-mail which is intended only for the named recipient(s). Unauthorized use, dissemination or copying is prohibited. If you receive this email in error, please notify the sender and destroy all copies of this e-mail. Our privacy policy is available at {www.mccarthy.ca}. Click here to [unsubscribe](#) from commercial electronic messages. Please note that you will continue to receive non-commercial electronic messages, such as account statements, invoices, client communications, and other similar factual electronic communications. Suite 5300, TD Bank Tower, Box 48, 66 Wellington Street West, Toronto, ON M5K 1E6

External Email: Exercise caution before clicking links or opening attachments | **Courriel externe:** Soyez prudent avant de cliquer sur des liens ou d'ouvrir des pièces jointes

This e-mail may contain information that is privileged, confidential and/or exempt from disclosure. No waiver whatsoever is intended by sending this e-mail which is intended only for the named recipient(s). Unauthorized use, dissemination or copying is prohibited. If you receive this email in error, please notify the sender and destroy all copies of this e-mail. Our privacy policy is available at {www.mccarthy.ca}. Click here to [unsubscribe](#) from commercial electronic messages. Please note that you will continue to receive non-commercial electronic messages, such as account statements, invoices, client communications, and other similar factual electronic communications. Suite 5300, TD Bank Tower, Box 48, 66 Wellington Street West, Toronto, ON M5K 1E6

November 10, 2022

File No.: 571893-3

VIA E-MAIL (scollins@mccarthy.ca)

McCarthy Tétrault LLP
Suite 4000, 421 – 7th Avenue SW
Calgary AB, T2P 4K9
Attention: Sean Collins

EXHIBIT 3
DATE Oct 25/22
EXAM OF B.L
SM
SANDIE MURPHY
COURT REPORTER

Dear Mr. Collins,

Re: **Settlement Agreement, dated November 12, 2021 (the "Agreement"), between AlphaBow Energy Ltd. ("AlphaBow") and Advance Drilling Ltd. ("Advance")**

We write to you further to my letter to McCarthy Tétrault, dated October 14, 2022, and to your email response dated October 26, 2022 in relation to the above-noted matter.

Capitalized terms used herein have the same meaning as in the October 14 letter, unless otherwise defined.

We are still considering the sufficiency of your response in relation to the discrepancy between the production amounts reported in the AER Statistical Reports and the Producer Statements for *wells that appear in both documents*. However, we note that your response completely neglects to address the issue of AlphaBow's production from additional wells, which were part of the Royalty Lands, but for which there was no accounting in the Producer Statements.

We look forward to receiving your response by no later than **November 21, 2022**.

Yours truly,
Dentons Canada LLP



Changhai Zhu
Associate

lcz

Zhu, Changhai

From: Ben Li <benli@alphabowenergy.com>
Sent: Wednesday, November 30, 2022 4:53 PM
To: Zhu, Changhai
Cc: sutao@gwdc.ca; fanjiang@gwdc.ca
Subject: One week extension

EXHIBIT 4
DATE Oct 25 / 24
EXAM OF B. Li
SM.
SANDIE MURPHY
COURT REPORTER

[WARNING: EXTERNAL SENDER]

Changhai

We found some mistakes (back to Dec.2021) on calculation of payment . Our PA group is working on adjustments. It will take couple more days to finish it .

This also effects the amount of Oct. payment. Can we have another week to get it right before issue check to Advance for October payment?

Regards

Ben

Get [Outlook for iOS](#)

Zhu, Changhai

From: Ben Li <benli@alphabowenergy.com>
Sent: Wednesday, December 7, 2022 11:06 PM
To: Zhu, Changhai
Cc: sutao@gwdc.ca; fanjiang@gwdc.ca
Subject: Fwd: Advance Drilling Report Oct 2022
Attachments: Discrepancy Summary Dec 07, 2022.xlsx

EXHIBIT 5
DATE OCT 25 / 24
EXAM OF B. Li
S.M.
SANDIE MURPHY
COURT REPORTER

[WARNING: EXTERNAL SENDER]

Changhai

Please find the attached summary ready for Advance Drilling Ltd.

The total amount we are owing since 2021 due to the missing calculation of Gibson and Secure sales revenue is:
\$151,993.39

Freehold Royalty has not been deducted from the total revenue as our team is still working on it .

We will have the Oct payment and \$151,993,39 to you tomorrow.

Regards

Ben

AER Statistics Report		Reported to Advance Drilling Ltd				Adjustments									
AER Report production	Production Reported	Total Revenue reported	Amount Paid	Missing Production per AER report	Actual missing Production pe	Missing revenue	Monthly total production	Monthly total Revenue	Total volume in BBL	Per BBL Revenue(CAD/BBL)	Correct payment amount	Missing Payment			
Dec-21	7,157.00	6,692.40 \$	2,926,806.74 \$	87,807.20	464.60	217.10 \$	6,909.50 \$	3,039,069.49	43,184.38 \$	70.37 \$	121,562.78 \$	13,755.58 \$			
Jan-22	5,757.30	6,209.80 \$	3,095,829.09 \$	122,233.16	452.70	334.10 \$	6,543.90 \$	3,253,500.12	40,899.38 \$	79.55 \$	130,140.00 \$	7,906.84 \$			
Feb-22	6,727.30	6,118.10 \$	3,103,995.61 \$	155,196.78	609.00	474.90 \$	6,593.00 \$	3,417,669.14	41,206.25 \$	82.94 \$	170,883.46 \$	15,686.68 \$			
Mar-22	7,377.40	6,232.60 \$	3,274,207.71 \$	163,740.39	1,144.60	407.20 \$	6,640.00 \$	3,610,296.34	41,500.00 \$	87.00 \$	180,514.82 \$	16,804.43 \$			
Apr-22	7,152.60	6,279.50 \$	3,595,691.05 \$	215,741.46	873.10	327.00 \$	6,806.50 \$	3,857,541.20	41,290.63 \$	93.42 \$	231,452.47 \$	15,711.01 \$			
May-22	7,421.70	6,184.60 \$	3,730,921.18 \$	223,855.27	257.60	257.60 \$	6,442.20 \$	3,953,780.51	40,263.75 \$	98.20 \$	237,226.83 \$	13,371.56 \$			
Jun-22	7,140.00	5,786.30 \$	3,513,016.73 \$	210,781.00	1,237.30	334.60 \$	6,120.90 \$	3,797,426.71	38,255.63 \$	99.25 \$	227,845.60 \$	17,064.60 \$			
Jul-22	6,851.60	5,835.60 \$	3,106,709.16 \$	155,135.46	1,016.00	348.80 \$	6,184.40 \$	3,464,732.74	38,654.50 \$	86.99 \$	168,121.08 \$	12,785.62 \$			
Aug-22	7,443.60	6,473.70 \$	3,283,987.67 \$	164,199.38	967.90	318.10 \$	6,793.20 \$	3,494,732.74	42,463.25 \$	82.30 \$	174,736.64 \$	10,517.25 \$			
Sep-22	7,642.70	6,341.60 \$	3,259,857.79 \$	162,992.89	1,301.10	216.40 \$	8,618.00 \$	3,427,254.15	41,962.50 \$	82.86 \$	171,362.71 \$	8,309.82 \$			
Oct-22	7,814.70	7,007.90 \$	4,283,148.69 \$	256,988.80	806.80	---	7,007.90 \$	4,283,148.69	43,799.38 \$	97.79 \$	256,988.80 \$	---			
	78,465.50	68,164.30 \$	37,134,209.42 \$	1,918,841.80	9,321.20	3,295.80 \$	72,460.10 \$	39,496,838.69	452,875.63	---	2,070,835.19 \$	151,931.39 \$			

Advanced Drilling Average realized sales price		
CAD/BBL	% to Advance	
Up to \$50		2.00%
From \$60 to 70		3.00%
From \$70 to \$80		4.00%
From \$80 to \$90		5.00%
From \$90 to \$100		6.00%
From \$100 to \$110		7.00%
From \$110 to \$120		8.00%
From \$120 and above		17.50%

Capped at \$350,000/month

EXHIBIT 6
DATE Oct 25/22
EXAM OF B-LI
SM.
SANDIE MURPHY
COURT REPORTER

Zhu, Changhai

From: Ava Jiang <avajiang@alphabowenergy.com>
Sent: Monday, December 12, 2022 2:45 PM
To: benli@alphabowenergy.com
Cc: Zhu, Changhai
Subject: RE: AlphaBow Energy Ltd. and Advance Drilling Ltd.
Attachments: Gibson 2251388 Producer Statement.pdf; Gibson 2251469 Producer Statement-Correcting Invoice 2251387.pdf; Gibson 2251470 Producer Statement-Correcting Invoice 2251388.pdf; Secure Final Invoice 2210-12915-0 (Oct 2022, Alphabow Energy Ltd.).xls; Shell 2022 10 ALPHABOW_670344.pdf; Gibson 2251387 Producer Statement.pdf

[WARNING: EXTERNAL SENDER]

Good afternoon Ben and Changhai,

October producer statements from Shell, Gibson and Secure are attached per your request.

Thank you,
Ava

From: Ben Li <benli@alphabowenergy.com>
Sent: December 12, 2022 2:21 PM
To: Ava Jiang <avajiang@alphabowenergy.com>
Cc: Zhu, Changhai <changhai.zhu@dentons.com>
Subject: FW: AlphaBow Energy Ltd. and Advance Drilling Ltd.

Ava

Please provide associated Shell producer statement and any other documentation evidencing AlphaBow's production revenue for October to Changhai

Ben

From: Zhu, Changhai <changhai.zhu@dentons.com>
Sent: December 12, 2022 2:04 PM
To: Ben Li <benli@alphabowenergy.com>
Cc: Collins, Sean F. <scollins@MCCARTHY.CA>; Osleeb, Katie <katie.osleeb@dentons.com>; Fan Jiang (GWDC) <fanjiang@gwdc.ca>; Fairhurst, Sean <sean.fairhurst@dentons.com>; Tai, George <george.tai@dentons.com>
Subject: RE: AlphaBow Energy Ltd. and Advance Drilling Ltd.

Thanks Mr. Li.

Further to the notice of default – please also provide the associated Shell producer statement and any other documentation evidencing AlphaBow's production revenue for October.

Best regards,

 **Changhai Zhu**
Associate

What's Next? The answer is Talent. With more than 20,000 people, 12,000 lawyers and 200 locations, Dentons has the talent for what you need, where you need it.

D +1 403 268 7135
changhai.zhu@dentons.com
Bio | Website

Dentons Canada LLP
15th Floor, Bankers Court, 850 - 2nd Street SW Calgary, AB T2P 0R8 Canada

LuatViet > Fernanda Lopes & Associados > Guevara & Gutierrez > Paz Horowitz Abogados > Sirote > Adepetun Caxton-Martins Agbor & Segun > Davis Brown > East African Law Chambers > Eric Silwamba, Jalasi and Linyama > Durham Jones & Pinegar > LEAD Advogados > For more information on the firms that have come together to form Dentons, go to [dentons.com/legacyfirms](https://www.dentons.com/legacyfirms)

Dentons is a global legal practice providing client services worldwide through its member firms and affiliates. This email may be confidential and protected by legal privilege. If you are not the intended recipient, disclosure, copying, distribution and use are prohibited; please notify us immediately and delete this email from your systems. To update your commercial electronic message preferences email dentonsinsightsca@dentons.com or visit our website. Please see [dentons.com](https://www.dentons.com) for Legal Notices.

From: Ben Li <benli@alphabowenergy.com>
Sent: Monday, December 12, 2022 2:00 PM
To: Zhu, Changhai <changhai.zhu@dentons.com>
Cc: Collins, Sean F. <scollins@MCCARTHY.CA>
Subject: RE: AlphaBow Energy Ltd. and Advance Drilling Ltd.

[WARNING: EXTERNAL SENDER]

Here you go

Group Details

Group:	Import	Payment Type:	Credit	# Payments:
Frequency:	No Frequency Assigned	Due Date:	12/12/2022	Total Amount
Company Name:	ALPHABOW ENERGY LTD	Return Account:	0004 80609 08055409951	Last Modified

Name	Reference	Due Date	Amount
ADVANCE DRILLING LTD.	1318565	12/12/2022	\$151,993.39

Group Details

Group:	Import	Payment Type:	Credit	# Payments:
Frequency:	No Frequency Assigned	Due Date:	12/12/2022	Total Amount:
Company Name:	ALPHABOW ENERGY LTD	Return Account:	0004 80609 08055409951	Last Modified:

Name	Reference	Due Date	Amount
ADVANCE DRILLING LTD.	1318563	12/12/2022	\$256,988.80

From: Zhu, Changhai <changhai.zhu@dentons.com>
Sent: December 12, 2022 1:54 PM
To: Ben Li <benli@alphabowenergy.com>
Cc: Collins, Sean F. <scollins@MCCARTHY.CA>
Subject: RE: AlphaBow Energy Ltd. and Advance Drilling Ltd.

Hi Mr. Li,

I'll check with Advance again, but Dentons did not receive anything.

Can you send me any confirmation of the completion of the ETFs?

Thanks,



Changhai Zhu
Associate

What's Next? The answer is Talent. With more than 20,000 people, 12,000 lawyers and 200 locations, Dentons has the talent for what you need, where you need it.

D +1 403 268 7135
changhai.zhu@dentons.com
[Bio](#) | [Website](#)

Dentons Canada LLP
15th Floor, Bankers Court, 850 - 2nd Street SW Calgary, AB T2P 0R8 Canada

LuatViet > Fernanda Lopes & Associados > Guevara & Gutierrez > Paz Horowitz Abogados > Sirote > Adepetun Caxton-Martins Agbor & Segun > Davis Brown > East African Law Chambers > Eric Silwamba, Jalasi and Linyama > Durham Jones & Pinegar > LEAD Advogados > For more information on the firms that have come together to form Dentons, go to [dentons.com/legacyfirms](https://www.dentons.com/legacyfirms)

Dentons is a global legal practice providing client services worldwide through its member firms and affiliates. This email may be confidential and protected by legal privilege. If you are not the intended recipient, disclosure,

copying, distribution and use are prohibited. please notify us immediately and delete this email from your systems
To update your commercial electronic message preferences email dentonsinsightsca@dentons.com or visit our website. Please see dentons.com for Legal Notices.

From: Ben Li <benli@alphabowenergy.com>
Sent: Monday, December 12, 2022 1:51 PM
To: Osleeb, Katie <katie.osleeb@dentons.com>; scollins@mccarthy.ca
Cc: Zhu, Changhai <changhai.zhu@dentons.com>; Fairhurst, Sean <sean.fairhurst@dentons.com>; fanjiang@gwdc.ca; sutao@gwdc.ca; rlang@gwdc.ca; ywu@gwdc.ca; Yueyi Duan <yueyiduan@alphabowenergy.com>
Subject: RE: AlphaBow Energy Ltd. and Advance Drilling Ltd.

[WARNING: EXTERNAL SENDER]

Changhai

Two payments already been sent through EFT last week. Please check it

Regards

Ben

From: Osleeb, Katie <katie.osleeb@dentons.com>
Sent: December 12, 2022 1:46 PM
To: Ben Li <benli@alphabowenergy.com>; scollins@mccarthy.ca
Cc: Zhu, Changhai <changhai.zhu@dentons.com>; Fairhurst, Sean <sean.fairhurst@dentons.com>; fanjiang@gwdc.ca; sutao@gwdc.ca; rlang@gwdc.ca; ywu@gwdc.ca; Yueyi Duan <yueyiduan@alphabowenergy.com>
Subject: AlphaBow Energy Ltd. and Advance Drilling Ltd.

Good afternoon Mr. Li and Mr. Collins,

On behalf of Changhai Zhu, please see the attached letter of today's date.

Thank you,



Katie Osleeb
Legal Assistant

What's Next? The answer is Talent. With more than 20,000 people, 12,000 lawyers and 200 locations, Dentons has the talent for what you need, where you need it.

D +1 403 268 6870
katie.osleeb@dentons.com
Bio | Website

Dentons Canada LLP
15th Floor, Bankers Court, 850 - 2nd Street SW Calgary, AB T2P 0R8 Canada

LuatViet > Fernanda Lopes & Associados > Guevara & Gutierrez > Paz Horowitz Abogados > Sirote > Adepetun Caxton-Martins Agbor & Segun > Davis Brown > East African Law Chambers > Eric Silwamba, Jalasi and Linyama > Durham Jones & Pinegar > LEAD Advogados > For more information on the firms that have come together to form Dentons, go to [dentons.com/legacyfirms](https://www.dentons.com/legacyfirms)

Dentons is a global legal practice providing client services worldwide through its member firms and affiliates. This email may be confidential and protected by legal privilege. If you are not the intended recipient, disclosure, copying, distribution and use are prohibited, please notify us immediately and delete this email from your systems

To update your commercial electronic message preferences email dentonsightsca@dentons.com or visit our website. Please see dentons.com for Legal Notices



Producer Statement

Gibson Energy Infrastructure Partnership

To: AlphaBow Energy Ltd.
 1700, 222 3rd Avenue SW
 Calgary, AB T2P 0B4
 Canada

Invoice Number: 2251387
Date: 11/24/2022
Payment Due Date: 11/25/2022

Contact: Mary Moyer
Phone: 587-393-5062

GST Number: 733465280-RT0001

For the Production Month of Oct-2022

Deal Number: ALP21TP0006

CAL @ Coronation - CT

Battery/ Originating Location	Volume (M3)	Density Sulphur Butane Propane	Base Price (CAD/M3)	Pipeline Tariff/ Terminal Fee (CAD/M3)	EQ (CAD/M3)	Other Fees (CAD/M3)	Pipeline Loss Allowance (CAD/M3)	Net Price (CAD/M3)	Value (CAD)
ABBT7830001/ 100/06-01-031-14W4/00 (ABBT7830001)	6.60	839.90 0.86 0 0	714.35	(24.11)	(12.27)	0.00	(0.90)	677.070	(4,468.66)
Subtotal:	6.60								(4,468.66)

CAL @ Coronation - TM

Battery/ Originating Location	Volume (M3)	Density Sulphur Butane Propane	Base Price (CAD/M3)	Pipeline Tariff/ Terminal Fee (CAD/M3)	EQ (CAD/M3)	Other Fees (CAD/M3)	Pipeline Loss Allowance (CAD/M3)	Net Price (CAD/M3)	Value (CAD)
ABBT0063969/ 100/03-03-030-11W4/00 (ABBT0063969-A)	17.48	878.70 1.40 0.00 0	714.35	(24.11)	(38.73)	0.00	(0.90)	650.614	(11,372.73)
ABGP0001272/ 100/06-01-031-14W4/00 (ABGP0001272)	5.50	691.00 0.50 0 0	714.13	(24.10)	(53.41)	0.00	(0.90)	635.715	(3,496.43)
Subtotal:	22.98								(14,869.17)

Subtotal: (19,337.83)



Producer Statement

Gibson Energy Infrastructure Partnership

Page 2 of 2

Tax - GST: (966.89)

Statement Total (Canadian Dollars): (20,304.72)

For questions regarding this invoice, please email commercialinvoices@gibsonenergy.com



Shell Trading Canada
400 4TH AVENUE SW, PO BOX 100 STATION M CALGARY, AB, Canada, T2P 2H5
Producer Statement
Production Month :Oct-2022

Counterparty Information	Bank Information	Invoice Information
Company Name: ALPHABOW ENERGY LTD Address: 1800 222 3RD AVE SW CALGARY ,AB T2P 0B4 Canada Attention of: AVA JIANG Phone: 587 899 2866 Email: AVAJIANG@ALPHABOWENERGY.COM GST Reg. No. : QST Reg. No. :	Bank Name: TORONTO-DOMINION BANK-000480609 SWIFT Code: TDOMCATT Bank Address: Account Name: ALPHABOW ENERGY LTD Account Number: 80605409951 Routing Number: 000480609 Please quote Invoice Number and Company Name on payment PLEASE PAY BY WIRE TRANSFER	Invoice Number: 670344 Invoice Date: 24-Nov-2022 13:36:07 Due Date: 25-Nov-2022 Shell Contact: STC ACCOUNTINGTEAM Phone: 1 403 2163609 Email: TR-STC-Invoices@shell.com GST Reg. No. : 833532781 RT0001 QST Reg. No. : 1222055331 TQ0001
If you have received this invoice in error, please contact us.		

Purchases

Logistic System	Contract Deal Num#	Density/ Sulphur/ Butane/ Propane	Base Price	Quality	Pipeline Tariff	Pipeline L/A	Other	Net Price	Volume	Amount Due (You)/Us	Tax
LSD	BTY Code										
Market Balancing Trans	CALPLP0001-45 58119387	0.0 0.000 0.00 0.000								(63,466.86) CAD	T
					<i>BRN - Forecast vs Actual Variance Adjustment</i>						
BRN - Gibson 959 HAR - Gibson 959 HAR, AB TRK 100/02-32-040-11W4	CALPLP0001-36 58119416 ABB7500539	922.0 3.300 0.00 0.000	636.283883	65.21	22.83	0.86	0.00	547.379883 CAD	(618.90) M3_Heavy	(338,773.41) CAD	T
BRN - Gibson 959 HAR - Gibson 959 HAR, AB TRK 100/01-30-036-07W4	CALPLP0001-34 58119466 ABB70050366	874.3 1.510 0.00 0.000	636.283883	29.96	4.35	0.86	0.00	601.109883 CAD	(83.80) M3_Heavy	(50,373.00) CAD	T
BRN - Gibson 959 HAR - Gibson 959 HAR, AB TRK 100/04-16-040-12W4	CALPLP0001-35 58119479 ABB70043528	875.5 1.780 0.00 0.000	636.283883	32.58	24.69	0.86	0.00	578.149883 CAD	(483.10) M3_Heavy	(279,304.20) CAD	T
BRN - Gibson 959 HAR - Gibson 959 HAR, AB TRK 100/12-28-040-01W4	CALPLP0001-43 58119486 ABB70052177	957.0 3.460 0.00 0.000	636.283883	82.19	31.32	0.86	8.89	513.019883 CAD	(1,346.20) M3_Heavy	(690,627.38) CAD	T



Shell Trading Canada
400 4TH AVENUE SW, PO BOX 100 STATION M CALGARY, AB, Canada, T2P 2H5
Producer Statement
Production Month :Oct-2022

Purchases

Logistic System	Contract Deal Num#	Density/ Sulphur/ Butane/ Propane	Base Price	Quality	Pipeline Tariff	Pipeline L/A	Other	Net Price	Volume	Amount Due (You)/Us	Tax
LSO	BTY Code										
BRN - Gibson Provost - 07-21-040-07W4	CALPLP0001-8 58119469	954.6 3.730	636.283883	83.19	20.44	0.86	0.00	531.789883 CAD	(1,504.90) M3_Heavy	(800,290.60) CAD	T
07-21-040-07W4	ABB70080072	0.00 0.000									
Market Balancing Trans	CALPLP0001-18 58119385	0.0 0.000								48.20 CAD	T
		0.00 0.000									
			<i>KOCHAB - Forecast vs Actual Variance Adjustment</i>								
CAL - IPL CAL Lease - IPF Stettler, AB TRK	CALPLP0001-41 58119421	894.2 2.020	715.638275	54.89	16.90	0.00	0.00	643.844775 CAD	(150.40) M3_Light	(86,834.25) CAD	T
100/09-21-038-23W4	ABB76090008	0.00 0.000									
CAL - IPL CAL Lease - IPF Stettler, AB TRK	CALPLP0001-40 58119457	851.2 0.870	715.638275	17.95	16.90	0.00	0.00	680.784775 CAD	(78.00) M3_Light	(53,101.21) CAD	T
08-07-029-18W4	ABB70200004	0.00 0.000									
CAL - Secure Big Valley - Secure Big Valley, AB TRK	CALPLP0001-39 58119432	760.2 0.920	715.638275	25.30	22.87	0.90	0.00	666.563745 CAD	(7.90) M3_Light	(5,265.85) CAD	T
100/11-05-029-18W4	ABB70147381	0.00 0.000									
Market Balancing Trans	CALPLP0001-46 58119375	0.0 0.000								833.10 CAD	T
		0.00 0.000									
			<i>CSW - Forecast vs Actual Variance Adjustment</i>								
CSW - IPL Central AB Lease - Stettler, AB TRK	CALPLP0001-19 58119427	810.3 0.060	738.526914	(6.07)	4.90	0.00	0.00	739.693414 CAD	(824.60) M3_Light	(609,951.18) CAD	T
100/08-24-042-26W4	ABB72140092	0.00 0.000									
CSW - IPL Central AB Lease - Stettler, AB TRK	CALPLP0001-26 58119435	825.8 0.090	738.526914	(5.27)	4.90	0.00	0.00	738.893414 CAD	(850.50) M3_Light	(628,428.85) CAD	T
100/16-32-043-26W4	ABB70041254	0.00 0.000									
CSW - IPL Central AB Lease - Stettler, AB TRK	CALPLP0001-29 58119459	845.7 0.310	738.526914	7.52	4.90	0.00	0.00	726.103414 CAD	(145.70) M3_Light	(105,793.27) CAD	T
100/16-19-036-21W4	ABB75810001	0.00 0.000									



Shell Trading Canada
400 4TH AVENUE SW, PO BOX 100 STATION M CALGARY, AB, Canada, T2P 2H5
Producer Statement
Production Month :Oct-2022

Purchases

Logistic System	Contract Deal Num#	Density/ Sulphur/ Butane/ Propane	Base Price	Quality	Pipeline Tariff	Pipeline L/A	Other	Net Price	Volume	Amount Due (You)/Us	Tax
LSD	BTY Code										
CSW - IPL Central AB Lease - Stettler, AB TRK	CALPLP0001-38 58119467	816.0 0.060	738.526914	(6.07)	4.90	0.00	0.00	739.693414 CAD	(32.50) M3_Light	(24,040.04) CAD	T
100/10-06-037-25w4	ABBT0102847	0.00 0.000									
HL - Gibson PL - Gibson Hard Light, AB TRK	CALPLP0001-44 58119470	899.9 2.280	676.148481	61.27	24.63	0.97	0.00	589.278481 CAD	(507.60) M3_Light	(299,117.75) CAD	T
100/04-27-040-10W4	ABBT7500149	0.00 0.000									
Purchases SubTotal										(4,044,486.55) CAD	
GST(5%) SubTotal										(202,224.29) CAD	
Total Purchases										(4,246,710.84) CAD	
Grand Total										(4,044,486.55) CAD	
GST(5%)										(202,224.29) CAD	
Total Due to ALPHABOW ENERGY LTD										(4,246,710.84) CAD	

Taxable = T
Exempt = E



Gibson Energy Infrastructure Partnership

Producer Statement

To: AlphaBow Energy Ltd.
 1700, 222 3rd Avenue SW
 Calgary, AB T2P 0B4
 Canada

Invoice Number: 2251470 (Correcting Invoice No: 2251388)
Date: 11/24/2022
Payment Due Date: 11/25/2022

Contact: Mary Moyer
Phone: 587-393-5062

GST Number: 733465280-RT0001

For the Production Month of Oct-2022

Deal Number: ALP21TP0004

MPR @ Secure Fox Creek - T

Battery/ Originating Location	Volume (M3)	Density Sulphur Butane Propane	Base Price (CAD/M3)	Pipeline Tariff/ Terminal Fee (CAD/M3)	EQ (CAD/M3)	Other Fees (CAD/M3)	Pipeline Loss Allowance (CAD/M3)	Net Price (CAD/M3)	Value (CAD)
ABBT0090089/ 100/10-07-060-21W5/00 (ABBT0090089)	1.70	766.60 0.01 12.00 1.00	737.23	(16.48)	(9.60)	0.00	(0.74)	710.412	(1,207.70)
ABBT0090089/ 100/10-07-060-21W5/00 (ABBT0090089)	(.27)	766.60 0.01 12.00 1.00	737.63	(16.49)	(9.60)	0.00	(0.74)	710.815	191.92
ABBT1300008/ 100/14-07-060-22W5/00 (ABBT1300008)	30.70	849.90 0.22 0.00 0	737.23	(16.48)	(57.45)	0.00	(0.74)	662.560	(20,340.59)
ABBT1300008/ 100/14-07-060-22W5/00 (ABBT1300008)	(4.88)	849.90 0.22 0.00 0	737.01	(16.48)	(57.45)	0.00	(0.74)	662.344	3,232.24
Subtotal:	27.25								(18,124.13)

Subtotal: (18,124.13)
Tax - GST: (906.21)

Statement Total (Canadian Dollars): (19,030.34)



Gibson Energy Infrastructure Partnership

For questions regarding this invoice, please email commercialinvoices@gibsonenergy.com



Gibson Energy Infrastructure Partnership

Producer Statement

To: AlphaBow Energy Ltd.
 1700, 222 3rd Avenue SW
 Calgary, AB T2P 0B4
 Canada

Invoice Number: 2251469 (Correcting Invoice No: 2251387)
Date: 11/24/2022
Payment Due Date: 11/25/2022

Contact: Mary Moyer
Phone: 587-393-5062

GST Number: 733465280-RT0001

For the Production Month of Oct-2022

Deal Number: ALP21TP0006

CAL @ Coronation - TM

Battery/ Originating Location	Volume (M3)	Density Sulphur Butane Propane	Base Price (CAD/M3)	Pipeline Tariff/ Terminal Fee (CAD/M3)	EQ (CAD/M3)	Other Fees (CAD/M3)	Pipeline Loss Allowance (CAD/M3)	Net Price (CAD/M3)	Value (CAD)
ABBT0063969/ 100/03-03-030-11W4/00 (ABBT0063969-A)	110.00	878.70 1.40 0.00 0	714.35	(24.11)	(38.73)	0.00	(0.90)	650.610	(71,567.10)
ABBT0063969/ 100/03-03-030-11W4/00 (ABBT0063969-A)	(17.48)	878.70 1.40 0.00 0	714.35	(24.11)	(38.73)	0.00	(0.90)	650.614	11,372.73
ABGP0001272/ 100/06-01-031-14W4/00 (ABGP0001272)	34.60	691.00 0.50 0 0	714.35	(24.11)	(53.41)	0.00	(0.90)	635.930	(22,003.18)
ABGP0001272/ 100/06-01-031-14W4/00 (ABGP0001272)	(5.50)	691.00 0.50 0 0	714.13	(24.10)	(53.41)	0.00	(0.90)	635.715	3,496.43
Subtotal:	121.62								(78,701.11)

Subtotal: (78,701.11)

Tax - GST: (3,935.06)

Statement Total (Canadian Dollars): (82,636.17)



Gibson Energy Infrastructure Partnership

For questions regarding this invoice, please email commercialinvoices@gibsonenergy.com



Producer Statement

Gibson Energy Infrastructure Partnership

To: AlphaBow Energy Ltd.
 1700, 222 3rd Avenue SW
 Calgary, AB T2P 0B4
 Canada

Invoice Number: 2251388
Date: 11/24/2022
Payment Due Date: 11/25/2022

Contact: Mary Moyer
Phone: 587-393-5062

GST Number: 733465280-RT0001

For the Production Month of Oct-2022

Deal Number: ALP21TP0004

MPR @ Secure Fox Creek - T

Battery/ Originating Location	Volume (M3)	Density Sulphur Butane Propane	Base Price (CAD/M3)	Pipeline Tariff/ Terminal Fee (CAD/M3)	EQ (CAD/M3)	Other Fees (CAD/M3)	Pipeline Loss Allowance (CAD/M3)	Net Price (CAD/M3)	Value (CAD)
ABBT0090089/ 100/10-07-060-21W5/00 (ABBT0090089)	.27	766.60 0.01 12.00 1.00	737.63	(16.49)	(9.60)	0.00	(0.74)	710.815	(191.92)
ABBT1300008/ 100/14-07-060-22W5/00 (ABBT1300008)	4.88	849.90 0.22 0.00 0	737.01	(16.48)	(57.45)	0.00	(0.74)	662.344	(3,232.24)

Subtotal: 5.15 (3,424.16)

Subtotal: (3,424.16)

Tax - GST: (171.21)

Statement Total (Canadian Dollars): (3,595.36)

For questions regarding this invoice, please email commercialinvoicing@gibsonenergy.com



Gibson Energy Infrastructure Partnership

Producer Statement

Page 2 of 2

SECURE

Cover Page
For the month of Oct 2022

Date: 11/22/2022
Time: 09:38 AM
Page 1 of 1

To: Alhabow Energy Ltd.
300, 708 - 11 Avenue SW
Calgary, AB
Canada T2R 0E4

Attn: Marketing Accounting
Email: MaryMoyer@alhabowenergy.com

From: Secure Energy Services Inc.
2300, 225 - 6 Avenue SW
Calgary, AB
Canada T2P 1N2
GST #857304323

Attn: Marketing Accounting
Phone: 403-398-6104
Email: marketing.accounting@secure-energy.com

Invoice: 2210-12915

Invoice Date: Nov 22, 2022 09:38 AM

Terms: Payment is due on the 25th following the month of receipt/delivery of product;

If the 25th is a Holiday or Saturday, payment is due on the previous CDN business day;

If the 25th is a Sunday or Monday Holiday, payment is due on the next CDN business day.

Statement	Contract	Type	Rev #	Subtotal	Tax	Total
OT4202210-035899	WP-11475-00	Purchase	0	(\$119,072.91)	(\$5,953.64)	(\$125,026.55)
				(\$119,072.91)	(\$5,953.64)	(\$125,026.55)
				Net due to Alhabow Energy Ltd. (CDN)		\$125,026.55