

February 11, 2021

Lacombe County  
RR 3,  
Lacombe, AB, T4L 2N3

**Attention:** Michael Minchin, Director of Corporate Services

**RE: PROPERTY TAXES WAIVER FOR RECEIVERSHIP ASSETS SALE**

Silverleaf Resources Inc. (“Silverleaf”) is a junior, private oil & gas company operating in Alberta since 2017. Silverleaf continued to deliver safe and reliable operations since inception while demonstrating its ability to take swift and decisive steps to enhance its financial resilience and protect its balance sheet in the face of the global macro-economic challenges caused by the COVID-19 pandemic.

On June 8, 2020, BDO Canada Limited was appointed as the receiver and manager (the “Receiver”) of **Point Loma Resources Ltd.** pursuant to an Order of the Court of Queen’s Bench of Alberta. The Receiver has engaged Sayer Energy Advisors to assist it with a sale of all of Point Loma’s oil and natural gas properties located in Alberta. Silverleaf is in the process of evaluating the assets with an intention to acquire these from the Receiver of Point Loma. It has been brought to Silverleaf’s attention that there are unpaid property taxes on these assets. Details of the asset’s locations and unpaid tax amounts have been given in below table. Receiver has recommended Silverleaf to reach out to you and discuss this matter. In Silverleaf’s opinion it will be uneconomical and unfeasible to acquire these assets if it must pay the previous unpaid pre-receiver & post-receiver property taxes.

Silverleaf is hereby proposing the county to waive the pre & post receivership taxes till the effective date (February 12, 2021) of Silverleaf acquire these assets. Silverleaf will be happy to pay all the property taxes on a point forward basis. It is Silverleaf’s plan to re-activate these assets immediately and start contributing towards Alberta’s economy. The start up of these operations will help local contractors and work force in current tough economic situation. In an event that Silverleaf is unsuccessful to acquire these wells, these will end up in Orphan Wells Association (OWA) for abandonment, which is not only unfavourable for all stakeholders but also an extra burden on Alberta’s taxpayers.

Silverleaf strongly suggests you to kindly waive all the previous property taxes so we can proceed to take over following wells.

**Lacombe County**

License	UWI	Surface Location	Licensee	AMOUNT
0397734	100/02-25-039-28W4/0	02-25-039-28W4	Point Loma	\$2,563.94
0376832	100/03-13-040-28W4/2	03-13-040-28W4	Point Loma	\$3,309.26
0399657	100/04-13-040-28W4/0	04-13-040-28W4	Point Loma	\$2,043.50
0396669	100/08-13-040-28W4/0	08-13-040-28W4	Point Loma	\$1,149.80
0374624	100/10-11-040-28W4/0	10-11-040-28W4	Point Loma	\$2,046.18
0402202	100/10-24-039-28W4/00	08-24-039-28W4	Point Loma	
<b>TOTAL</b>				<b>\$11,112.68</b>

If you have any question regarding this proposal, please do not hesitate to contact undersigned at (403)

Section 17(1), FOIPP Act Thank you for your consideration.

Yours truly,

SILVERLEAF RESOURCES INC.

**Section 17(1), FOIPP Act**

Farhat Hyderi

President / CEO