

Net Present Value of Future Net Revenue (Forecast Prices and Costs)^{(1) (2)}

GLJ's January 2011 price forecasts have been utilized in the analysis. Values are presented prior to provision for interest, debt service charges, and general and administrative expenses. The Company increased the net present value of proved plus probable reserves, discounted at 10% before tax, to \$281.4 million, up 61% from \$175.1 million at December 31, 2009. At a 10 per cent discount factor, proved developed producing reserves represent 50 per cent of total proved reserves and 31 per cent of proved plus probable reserves; total proved reserves account for 61 per cent of proved plus probable reserves on a value basis.

| | 0% | 5% | 10% | 15% | 20% |
|--------------------------------------|---------|---------|---------|---------|---------|
| Future Net Revenue Before Income Tax | M\$ | M\$ | M\$ | M\$ | M\$ |
| Proved Developed Producing | 111,891 | 96,938 | 85,834 | 77,292 | 70,529 |
| Proved Developed Non-producing | 32,074 | 23,861 | 18,872 | 15,591 | 13,290 |
| Proved Undeveloped | 117,811 | 87,590 | 65,999 | 50,140 | 38,211 |
| Total Proved | 261,776 | 208,389 | 170,705 | 143,023 | 122,029 |
| Total Probable | 232,587 | 157,007 | 110,706 | 80,684 | 60,306 |
| Total Proved Plus Probable | 494,363 | 365,396 | 281,411 | 223,707 | 182,335 |

⁽¹⁾ Net present value of future net revenue does not represent fair market value of the reserves. There is no assurance that the forecast prices and costs assumptions will be attained and variances could be material.

⁽²⁾ Numbers in this table are subject to round off error.

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| Proved Undeveloped | 117,811 | 87,590 | 65,999 | 50,140 | 38,211 |
| Total Proved | 261,776 | 208,389 | 170,705 | 143,023 | 122,029 |
| Total Probable | 192,791 | 131,829 | 94,169 | 69,470 | 52,487 |
| Total Proved Plus Probable | 454,567 | 340,218 | 264,874 | 212,493 | 174,517 |

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