

FROM THE OFFICE OF Karen Fellowes
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FILE NUMBER 80034-00010

May 2, 2014

DELIVERED BY EMAIL / FACSIMILE

The Honourable Madam Justice K.M. Horner
Calgary Courts Centre
601 - 5 Street SW
Calgary, AB T2P 5P7

Dear Madam Justice Horner:

**Re: In the matter of the CCAA Proceedings of Alston Energy Inc.
Court Action #1301-14151**

I am writing to you as counsel to Alberta Treasury Branches (“ATB”), the priority secured creditor in relation to the assets of Alston Energy Inc. (“Alston”). Alston has scheduled a half-hour application before your Ladyship on Monday May 5, 2014 at 10:30 am, seeking a 90 day extension of the CCAA stay. I am advised by Alston’s counsel, Mr. Dave Legeyt of Dentons Canada LLP, that when this matter was scheduled, it was in the expectation that it would be uncontested and could be dealt with in a brief amount of time. However, ATB is opposing Alston’s application, and wishes to bring an application to lift the stay and appoint a Receiver. Our materials are being prepared, but the supporting affidavit will not be filed until Monday morning.

In the circumstances, I have spoken with counsel for Alston, and with counsel for the Monitor and proposed Receiver (Sean Collins of McCarthy Tetrault), and we have determined it would be appropriate to advise your Ladyship of this development, and ask if there is any possibility to have this matter rescheduled for an hour later in the week. The current CCAA stay expires on May 9th, so any time before that date would be suitable. Counsel have indicated their willingness to appear before or after regularly scheduled hours, at your Ladyship’s convenience.

If appropriate, we would be happy to appear before your Ladyship on Monday morning at 10:00 am or 10:30 am to discuss this adjournment and scheduling matters. Alternatively, we look forward to hearing from you at your convenience.

Regards,

DAVIS LLP

Per:

A handwritten signature in black ink, appearing to read 'K. Fellowes', written over the printed name.

Karen L. Fellowes

cc: Sean Collins (McCarthy Tetrault)

cc: Dave Legeyt (Dentons Canada)

cc: Kyle Kashuba (Norton Rose)

cc: Peter Jull (Davis LLP)