

9-25-06

I have received a list of shareholders for Consolidated and Island Ward. The lists don't seem to be accurate. I am taking how many share of consolidated the people on the Island Ward list own and adding that to the total shares on the Island Ward list. That gives me a total amount of shares. I am then finding out the percentage of those shares each company owns and applying that percentage to the overlapped acreage.

Island ward lists 106.5 shares.

People from Island ward also own 65.5 shares in consolidated.

Total shares is 172

Island ward owns 62% of those shares and Consolidated owns 38%.

Consolidated will get 38% of the overlap acres and Island Ward will get 62%

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