

M&A Alert

A press release has been issued on the following transaction:

Date: December 14, 2010
Client: Hunt Oil Company ("Hunt")
Transaction: Sale of Western Canadian Oil & Gas Properties to Harvest Operations Corp. ("Harvest")

Description: Hunt Oil Company has signed a purchase and sale agreement to sell certain oil & gas properties in Western Canada to Harvest for approximately \$525 million (before closing adjustments and costs). The purchase and sale agreement contains a mechanism that allows for a subsequent \$25 million payment in the event that Canadian natural gas prices exceed pre-determined levels over the next 2 years.

The properties produce approximately 11,720 boe/d (65% natural gas) and have proved plus probable reserves of 52.9 million boe as at June 30, 2010, according to an independent evaluator. The transaction is subject to regulatory approvals and final closing.

Hunt Oil Company of Canada is a wholly owned subsidiary of Hunt Oil Company of Dallas, Texas, which is a part of the Hunt family of companies directed by Ray L. Hunt. Hunt Oil Company is a privately held exploration and production company that has successfully conducted world wide petroleum operations for over 75 years. Today Hunt Oil Company is one of the world's leading independent energy companies.

Harvest, a wholly-owned subsidiary of Korea National Oil Corporation, is a significant operator in Canada's energy industry offering stakeholders exposure to an integrated structure with upstream (exploration, development and production of crude oil and natural gas) and downstream (refining and marketing of distillate, gasoline and fuel oil) segments.

Financial Advisor: Scotia Waterous acted as Exclusive Financial Advisor to Hunt.

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