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March 26, 2009

Cynthia L. Spry
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Our Matter Number: 1114468

Toronto

Montréal

SENT BY COURIER AND EMAIL

Ottawa

Deep Creek Oil & Gas Inc.
500, 608-7th Street S.W.
Calgary, AB T2P 1Z2

Alger & Associates
400, 602 - 11th Avenue SW
Calgary, AB T2R 1J8

New York

Attention: Andre Voskuil
Keith Watts
Roger Moore
Grant Plunkie

Attention: David Lewis
Guy Odhams

Dear Sirs:

**Notice of Intention to Make a Proposal under the *Bankruptcy and Insolvency Act*
(the "BIA")**

We are counsel to SemCanada Crude Company ("SemCanada Crude").

Pursuant to paragraph 6 of the attached consent order granted March 5, 2009 (the "Court Order"), previously served upon Deep Creek, certain excess advance payments made by SemCanada Crude to Deep Creek Oil & Gas Inc. ("Deep Creek") for crude oil purchases in the amount of CDN \$159,857.97 are held in trust by Deep Creek for SemCanada Crude until such time as Deep Creek has supplied SemCanada Crude with crude oil of equivalent value (the "Trust Monies").

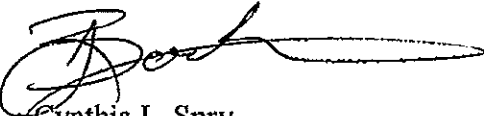
By email dated March 21, 2009, Mr. Voskuil advised that Deep Creek has filed a Notice of Intention to make a proposal under the BIA.

I am advised by SemCanada Crude that despite paragraph 4 of the Court Order, which required Deep Creek to immediately supply all crude oil produced by Deep Creek at the battery legally described as 06-04-034-28W4 and to continue to supply all such crude oil to SemCanada Crude until the value thereof is at least equal to CDN \$159,857.97, no such crude oil was supplied or will be supplied. Accordingly, the value of the outstanding Trust Monies is CDN \$159,857.97.

Deep Creek and its Proposal Trustee have an obligation to protect the Trust Monies held on SemCanada Crude's behalf and to ensure that they are returned to SemCanada Crude. Should they fail to do so, SemCanada Crude will hold all individuals involved, including Deep Creek's directors and officers, personally liable for any failure on their part to protect the Trust Monies and ensure they are returned to SemCanada Crude.

I urge your immediate attention to this matter.

Yours truly,



Cynthia L. Spry
CLS:

c: A. Robert Anderson, Q.C., *Osler*
Doug Schweitzer, *Osler*