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March 4, 2005

Via Registered and Ordinary Mail or E-mail

Subject: Demand Letter – Titan Investments Limited Partnership (“Titan”)

On January 3, 2005 you were provided with a letter notifying you of our appointment as Receiver and Manager (“Receiver”) of Titan pursuant to the Interim Order of Justice LoVecchio dated December 27, 2004, a copy of which, along with the aforementioned letter, is available on our web-site (www.alger.ca).

In such letter we noted that *“you may have received funds from Titan under erroneous or other more serious circumstances (i.e. fraud) which may require the return of these funds to the Receiver”*. Our subsequent investigations into Titan’s records, as more fully elaborated upon in our January 19, 2005 report to the Court (a copy of which is posted on the www.alger.ca web-site), have determined that all distributions to limited partners by Titan were paid out under conditions of a fraud and exceed any amounts to which a limited partner may have been entitled.

We have determined that since there were no profits realized within Titan, that all distributions to limited partners in excess of a limited partner’s total investment in Titan (such differential referred to hereafter as “False Profits”) represents a clearly unwarranted distribution that must be returned to the Receiver forthwith. Any False Profits not repaid will be considered an appropriation of funds from the remaining limited partners who are the victims of the fraud.

Further, we are determining the additional return of funds that may be required for those partners receiving distributions from Titan in order to reflect the actual unit values at the time of the distribution as opposed to the fictitious unit values used by Titan for these distributions. A final determination on this matter has not been made at this time as recoveries from limited partners will determine in part the determination of this unit value, which value will then determine the ultimate loss that all limited partners will have to bear as a result of the fraud. The Receiver reserves the right to demand further repayment once these further determinations are made.

On the basis of the above and based upon Titan’s records (which the Receiver reserves the right to amend based upon its ongoing investigations) we hereby demand the return of False Profits paid to you of US\$ _____ by March 18, 2005, failing which legal action will be commenced for the return of same (and other such additional monies as are claimed at that time, including costs).

Please govern yourselves accordingly.

ALGER & ASSOCIATES INC.

Per: Bruce E. Alger
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