

NOTICE TO THE CREDITORS OF QUESTERRE ENERGY CORPORATION

On June 22, 2004, Questerre Energy Corporation ("QEC") applied for and received protection from its creditors pursuant to the Companies Creditors' Arrangements Act (the "CCAA") from the Alberta Court of Queen's Bench. Ernst & Young Inc. was named Monitor of QEC (the "Monitor") in those proceedings. It is the intention of QEC to propose a plan of compromise and arrangement to its creditors, in conjunction with the proposing of a plan of compromise and arrangement by QEC's wholly owned subsidiary, Questerre Beaver River Inc. ("QBR").

On June 22, 2004 the Alberta Court of Queen's Bench issued an order establishing a process by which the identity of all creditors of QEC, and the amounts of their claims will be established for purposes of the CCAA proceedings (the "Claims Process Order"). A copy of that order may be viewed at <http://www.questerre.com>, or may be obtained by contacting the Monitor at (403) 206-5153.

Pursuant to the Claims Process Order the Monitor was required, by June 23, 2004, to send a notice to each known creditor of QEC (the "Notice to Creditor"), as identified to it by QEC, indicating the amount of such creditor's claim as of June 22, 2004. In the case of the claims of creditors whose claims are disputed, a Notice to Creditor was sent containing the amount which QEC is prepared to allow as a claim by such creditor.

The claims order also required the Monitor to send a Notice to Creditor to all parties who have filed claims against QBR in relation to the drilling by QBR of its A-5 well, and to any other parties believed by QEC to have claims or possible claims against it other than certain parties specified in that order. Where QEC's records showed no amount due, the Notice to Creditor showed a nil balance.

CREDITORS RECEIVING A NOTICE TO CREDITOR WHO AGREE WITH THE AMOUNT SHOWN AS OWED TO THEM BY QEC IN THE NOTICE TO CREDITOR NEED TAKE NO FURTHER STEPS TO PROVE OR PRESERVE THEIR CLAIMS.

ANY CREDITOR HAVING A CLAIM AGAINST QEC WHO HAS NOT RECEIVED A NOTICE TO CREDITOR OR WHO DISAGREES WITH THE AMOUNT OR STATUS OF THE CLAIM AS INDICATED IN THE NOTICE TO CREDITOR MUST FILE A PROOF OF CLAIM WITH QEC IN THE PRESCRIBED FORM BEFORE JULY 14, 2004 IN ORDER TO PARTICIPATE IN ANY VOTING OR DISTRIBUTIONS ASSOCIATED WITH THE CCAA PROCEEDINGS. CLAIMS NOT PROVEN IN ACCORDANCE WITH THESE PROCEDURES SHALL, UNLESS OTHERWISE ORDERED BY THE ALBERTA COURT OF QUEEN'S BENCH, BE DEEMED TO BE FOREVER BARRED AND MAY NOT BE ADVANCED AGAINST QEC.

Any creditor who chooses to file a Proof of Claim is required to provide whatever supporting documentation they may have, such as contracts, bills of sale, receipts or invoices in relation to the goods and/or services in support of their claim, as at June 22, 2004.

All claims must be made in the prescribed "Proof of Claim" form together with the required supporting documentation and be postmarked or received by QEC with a copy to the Monitor on or before the Claims Bar Date, July 14, 2004.

The prescribed "Proof of Claim" form may be found at <http://www.questerre.com> or can be obtained by contacting:

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**Ernst & Young Inc.
Monitor of Questerre Energy Corporation**