

January 8, 2013

County of St. Paul No. 19 5015 – 49th Avenue St. Paul, Alberta T0A 3A4

Attention: County Council

Dear Madam/Sir:

Re: Property Assessment and Tax Notice

12-6-57-4 W4M Wellsite and Pipeline From 4-18-57-4 W4M to 12-6-57-4 W4M

Roll Number: 6001440

Newalta Files: S00040, S00074, S00075 and S00076

Newalta Corporation requests the County of St. Paul to waive the penalties for both the 2010 and 2011 tax years. During this period, Lindbergh Environmental Service Inc. owned and operated the well and pipeline as per an Agreement to Purchase; however, due to financial constraints on Lindbergh's behalf, the well and pipeline were transferred back to Newalta in 2011. While Newalta is willing to pay the property taxes incurred by Lindbergh Environmental, the penalties should not be the responsibility of Newalta. Initially, when Newalta was contacted by the County for Lindbergh's address for service, Newalta volunteered to pay the deficient taxes in spite of the fact the wells were not Newalta assets at the time.

We ask the County consider these extenuating circumstances in the February 12, 2013 Council Meeting and provide a response prior to March 1 in order for Newalta to make payment prior to another penalty being issued.

Should you have any questions or concerns regarding the foregoing, please do not hesitate to contact the undersigned at (403) 806-7272 or via e-mail at lbuehler-gair@newalta.com.

Thank you,

NEWALTA CORPORATION

Lynn Buehler-Gair

Senior Land Administrator

/lmbg

ROLL NUMBER:

60001440

NAME:

LINDBERGH ENVIRONMENTAL SERVICE INC.

AMOUNT OWING:

\$6,657.14

TOTAL LEVIES:

2010 - \$2,586.16

2011 - \$2,512.02

\$5,098.18

TOTAL PENALTIES:

2010 - \$628.20

2011 - \$930.76

\$1,558.96