

MAY 31 2000 1:55PM
MAY-MAY 31 '00 02:22PM

5 597 410411 NO.829 P.P.243P.01

REPUBLIEK SURINAME



MINISTERIE
VAN
BUITENLANDSE ZAKEN

To: Mr. Kerry Sully
President
120 Adelaide St. West #512
Toronto, Ontario
Canada
CGX Energy Inc

Vermerk 2881/00

Uw brief van

Ons kenmerk

Datum

Ontvangen

Paramaribo, May 31st, 2000

199

Dear Sir,

Information has reached the Government of Suriname that CGX Energy Inc will be conducting exploration/exploitation activities in the North-west Offshore area, within the territory of the Republic of Suriname.

With regard to the above-mentioned the Ministry of Foreign Affairs wishes to draw the attention of the company that Suriname has officially demarcated its borders. The Corentijn river constitutes an integral part of the territory of the Republic of Suriname and therefore falls within its sovereignty.

The Government of the Republic of Suriname wishes to reiterate that from the point mark Latitude : 5° 59' 53" .8 North, Longitude : 57° 08' 51" .5 West, the direction of the boundary line in the territorial waters is on a true bearing of 10° East.

Within this context the territory located eastward of this demarcation line is considered an integral part of the Surinamese territory and activities undertaken in this area without the permission of the Government of the Republic of Suriname constitute an illegal act.

In this respect the Ministry explicitly likes to inform you that the Government of the Republic of Suriname is determined to protect its territorial integrity and national sovereignty.

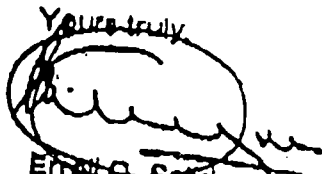
NOV 31, 2000 01:43 PM

NO. 828 P. 3
: 597 41041 P. 2

Taking into consideration the above-mentioned, the Surinamese Government calls upon the CGX Energy Inc. to immediately end all (intended) activities in the afore-mentioned area.

The Ministry is convinced that the opinion of the Government of the Republic of Suriname will be respected and that the integrity of the Surinamese territory will not be violated by activities taken by CGX Energy Inc.

Yours truly



Errol G. Smijders,
Minister of Foreign Affairs
of the Republic of Suriname

- c.c.: - Warren Workman, Vice President
- Denis Clement, Director
- John Cullen, Director
- Adrian Jackson, Director
- Oliver Lennox-king, Director
- Macleod Dixon, Legal Counsel