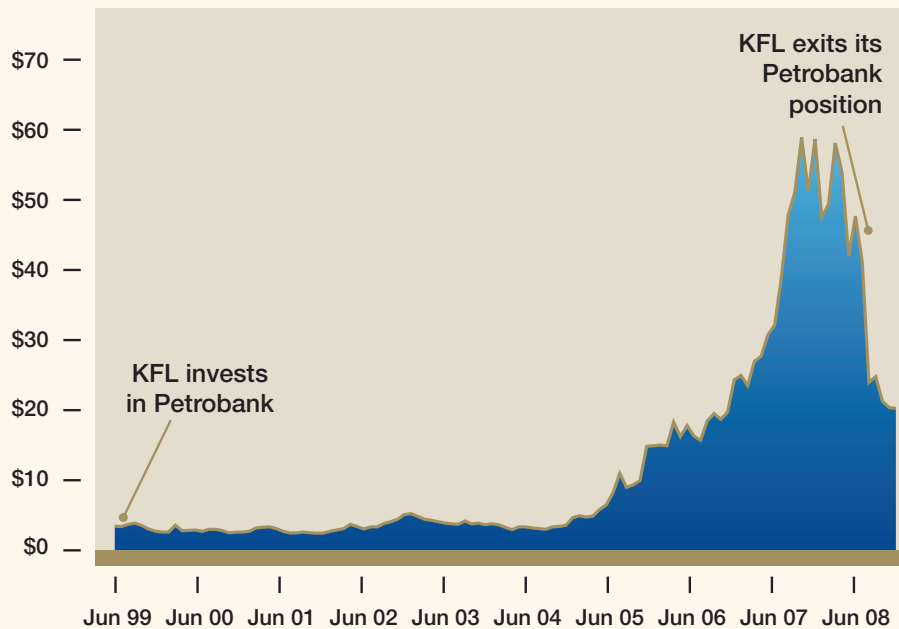


Petrobank Energy and Resources Ltd.

A Case Study in Seed Capital Investment

- In 1999, KFL started investing in a Calgary-based oil and gas exploration and production company, Petrobank Energy and Resources Ltd. At the time Petrobank's share price was just above \$2.00.
- KFL continued to increase its investment in Petrobank while the company's share price rose to over \$58 by the end of 2007.
- In 2008, KFL liquidated its position in Petrobank, realizing a greater than 700 percent gain on capital invested.

Petrobank Share Price



Note: All financial figures in Canadian dollars unless otherwise indicated.