

**ESTIMATED BUDGET - 6 months
(Use of Cash Collateral)**

	Oct-11	Nov-11	Dec-11	Jan-12	Feb-12	TOTAL
BEGINNING CASH	67,514.28	32,539.74	35,819.74	27,399.74	8,604.74	
SALES	4000	4000				
Tar Sands Sales	130,000.00	130,000.00	0.00	0.00	0.00	260,000.00
Receivables	5,460.66	0.00	0.00	0.00	0.00	5,460.66
Sales - Others	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL SALES	135,460.66	130,000.00	0.00	0.00	0.00	265,460.66
EXPENSES & DISBURSEMENTS						
TAR SANDS MILLING	0.00	30,000.00	0.00	0.00	0.00	30,000.00
TAR SANDS LOADING EXPENSE	12,000.00	12,000.00	0.00	0.00	0.00	24,000.00
SALES COMMISSION	13,000.00	0.00	0.00	0.00	0.00	13,000.00
LEASE TO SITLA	2,500.00	0.00	0.00	0.00	0.00	2,500.00
EMPLOYEE SALARIES	6,000.00	6,000.00	6,000.00	6,000.00	6,000.00	30,000.00
EMPLOYEE BENEFITS	350.00	350.00	350.00	350.00	350.00	1,750.00
INSURANCE	0.00	0.00	0.00	5,500.00	0.00	5,500.00
TAXES	3,732.36	540.00	540.00	540.00	540.00	5,892.36
VEHICLE EXPENSES	350.00	350.00	350.00	350.00	350.00	1,750.00
MAINTENANCE	180.00	180.00	180.00	180.00	180.00	900.00
UTILITIES	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	5,000.00
FEES, Etc.	200.00	0.00	0.00	0.00	0.00	200.00
UNPAID EXPENSES TO J-BAR	15,622.84					15,622.84
UNPAID EXPENSES TO C&C	8,875.00					8,875.00
PAYABLES TO WESTERN/ELGIN	30,000.00	30,000.00				60,000.00
PRODUCTION ROYALTY (RAVEN)	1,300.00	1,300.00				2,600.00
PROFESSIONAL FEES	75,000.00	75,000.00	0.00	0.00	0.00	150,000.00
U.S. TRUSTEE FEES	325.00	0.00	0.00	4,875.00	0.00	5,200.00
COURT COSTS						0.00
TOTAL DISBURSEMENTS	170,435.20	126,720.00	8,420.00	18,795.00	8,420.00	332,790.20
NET CASHFLOW	-34,974.54	3,280.00	-8,420.00	-18,795.00	-8,420.00	
ENDING CASH	32,539.74	35,819.74	27,399.74	8,604.74	184.74	

Assumptions:

- Beginning cash in account - \$67,514.28 (TSH Accounting Report)
- Assume current tar sands inventory is 4,000 tons (30% low-grade, oxidized material)
- Assume additional 4,000 tons mined and sold in October at \$32.5/ton)
- Outstanding receivable \$5,400,66 (based on TSH Accounting Report)