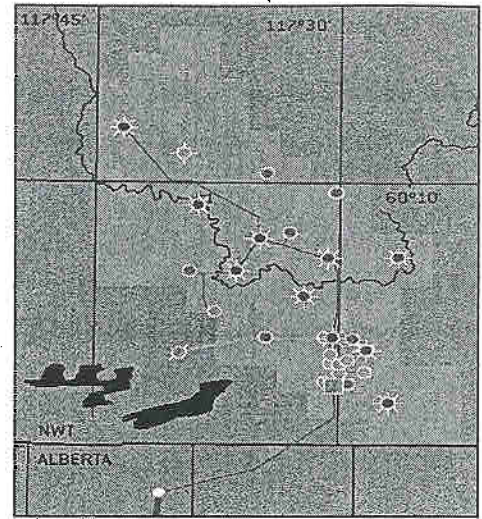


Paramount
resources ltd.

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PRODUCTION OPERATIONS

There are currently six wells on production.

SEISMIC

This past winter season (February/March 2002) Paramount acquired a 40 km² 3D and a 72 km² 2D seismic program.

The proposed 2002/2003 winter program will commence approximately December 2002 and include the acquisition of approximately 120 km² 3D.

For additional information on the proposed seismic project, please contact Brian Kallweit, Manager Geophysics (403) 290-3637.

DRILLING

Paramount drilled and evaluated three of the proposed nine new wells and re-entered two existing wells this past winter season utilizing one drilling rig and one service rig.

The proposed 2002/2003 winter program consists of drilling and evaluating six wells which are the balance of last year's nine well program. In addition, we will proceed with the regulatory process on an additional 10 well program, which may be drilled and evaluated over several years.

For additional information on the drilling project, please contact Phil Christie, Drilling Manager (403) 290-3617

GATHERING SYSTEM & PIPELINE

Paramount tied in 6 of the 21 wells with 32 km of gathering line and the associated bridges. The central facility was constructed to handle gas production and the 15 km, 12" trans-border pipeline was completed which transports gas and condensate from the Cameron Hills region to a Paramount pipeline in Alberta.

The 2002/2003 winter program will consist of constructing gathering lines to new and existing wells and installing production equipment.

For additional information on the gathering system and pipeline project, please contact Tom Hong, Project Manager, Engineering & Construction (403) 290-3696

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Goods & Services

To work for Paramount, a primary contractor must have the following essential items:

- established and audited safety program
- drug and alcohol policy
- excellent performance record
- financial stability
- northern project experience
- job-specific quality assurance programs and work procedures

SEISMIC

A Primary Contractor has not been selected at this time.

The selected Primary Contractor may have the following types of jobs available:

- Seismic acquisition company
- Heavy equipment contractor
- Cat push
- Camp & catering supplier
- Fuel supply depot
- Surveyors
- Line cutting & slashing crews
- Recording crew helpers
- Vibrator operators
- Trucking
- Water Transport

DRILLING

The following services may be retained for the drilling/completion/evaluation operation:

- Drilling rig
- Service rig
- Heavy equipment
- Camp & catering supplier
- Safety
- Fuel supply depot
- Storage Tank rental
- Garbage bin rental
- Loader
- Wellsite shacks
- Water trucks
- Satellite rental
- Vacuum trucks
- Drilling tools
- Wellbore cement
- Drilling mud
- Wellbore logging
- Tubulars
- Well testing equipment – surface
- Wireline

GATHERING SYSTEM & PIPELINE - The Primary Contractor for this project is yet to be determined. The following services may be required for this Project:

Slashing	Gas compression	Flare stacks
Pipeline contractor	Instrument air	Incinerators
Radiographer	Pipe	Pipeline shrink sleeves
Instrumentation contractor	Valves	Camp & catering
Mechanical contractor	Tanks	Trucking
Electrical contractor	Water distillers for camp	Environmental Monitoring
Clearing contractor	Snow roofs	Surveyors
Process equipment	Pumps	Safety Monitoring
Inlet separators, line heaters	Dehydrator	