



Date: Dec 2, 2021

Lacombe County
RR3
Lacombe, AB T4L 2N3

Attention: Michael Minchin

Re: Unpaid Property Tax

Dear Mr. Michael Minchin

I am Dan Dou who is the current owner of HESC Energy Corp (HESC), and the company was taken over at the middle of August, 2021. I spent a few months to understand company properties and get everything back on the right track. The purpose of this letter is to look for help from you regarding the unpaid property tax to Lacombe County.

The pandemic severely impacted the oil & gas industry which leads to the wretched cycle to the previous HESC cash flow so HESC was gradually trapped by the increasing debts. With the months' effort and increased oil price, HESC will be capable of paying more debts through monthly payment with government and vendors, and the property tax is our priority. However, it is still a tough time for HESC to survive so I hope that Lacombe County could help to remove the penalties and allow us to set up a payment plan.

By reviewing every individual invoice of different tax roll numbers, the debt details are summarized as below,

Tax Roll	Actual Property Tax	Penalty	Total Debt
0000550043	\$48,133.50	\$19,868.02	\$68001.52
3922206071	\$14,766.29	\$11,409.47	\$26175.76
3923116081	\$1,245.96	\$305.05	\$1551.01
3923116161	\$1,164.70	\$285.58	\$1450.28
3923126141	\$1,060.70	\$259.99	\$1320.69
3923136062	\$1,505.26	\$368.81	\$1874.07
3923236101	\$3,944.92	\$969.54	\$4914.46
3923246061	\$3,093.20	\$758.82	\$3852.02
Total	\$74,914.53	\$34,225.28	\$109,139.81

I truly wish that Lacombe County can understand the difficulties of HESC and take our proposal into consideration.



HESC Energy Corp.
Suite 600, 816 7th Ave SW
Calgary, AB T2P 1A1

If you have any concerns or questions, please contact me any time. HESC will reply in a timely manner.

Yours truly,

Dan Dou

President

HESC Energy Corp.

Signature: **FOIPPA 17**