

Oil and Gas Sector Valuation Update

RECENT COMMODITY PRICE FORECASTS RESULT IN TARGET REDUCTIONS IN GAS WEIGHTED COMPANIES AND MIXED IMPACTS ON OIL WEIGHTED COMPANIES

- We have updated our evaluation on selected companies based on our revised commodity price forecasts. Significantly lower gas forecasts have reduced targets of gas weighted companies in our universe. On the other hand, our five-year oil price forecasts were modestly adjusted higher in the first two years and lower in the latter three years. As a result, the revised forecasts had varying impacts on the targets of our oil weighted companies.
- We will issue separate update reports for companies under coverage that are not included in this report. The companies contained herein have minor or no operational changes which would affect expected production, and the changes in the price forecast do not cause a material change in their capital spending plans.

Sector: OIL & GAS

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Company	Symbol	Analyst	Price (\$/Sh)	12-Month Target			Recommendation	
				Old (\$/Sh)	New (\$/Sh)	% Change	Old	New
Bankers Petroleum	BNK	GC	\$1.79	\$2.35	\$2.35	0%	Spec Buy	Spec Buy
Calvalley Petroleum	CVI.A	GC	\$1.25	\$2.25	\$2.50	11%	Spec Buy	Spec Buy
Canoro Resources	CNS	GC	\$0.16	\$0.50	\$0.40	-20%	Spec Buy	Spec Buy
CGX Energy	OYL	GC	\$1.18	\$2.00	\$2.00	0%	Spec Buy	Spec Buy
Cirrus Energy	CYR	GC	\$1.25	\$2.25	\$2.25	0%	Spec Buy	Spec Buy
Corridor Resources	CDH	GC	\$1.98	\$3.50	\$3.00	-14%	Buy	Buy
Norwood Resources	NRS	GC	\$0.08	\$0.17	\$0.17	0%	Spec Buy	Spec Buy
Petrolifera Petroleum	PDP	GC	\$1.88	\$2.50	\$2.75	10%	Buy	Buy

Revised Commodity Price Forecasts

We last updated our commodity price forecasts on April 13 (summarized in the table below and compared to our January 12 forecast). These new prices have been included in our new valuations, with differentials appropriate for each company and their respective PSAs adjusting back to a wellhead price.

Jennings Price Forecasts		
Effective	13-Apr-09	12-Jan-09
Crude Oil: WTI (US\$/Bbl)		
2009 Q1 act	\$43.18	\$40.00
2009 Q2	\$45.00	\$45.00
2009 Q3	\$50.00	\$45.00
2009 Q4	\$50.00	\$50.00
2009	\$47.00	\$45.00
2010	\$61.00	\$58.75
2011	\$67.00	\$72.50
2012	\$73.00	\$78.50
2013	\$78.00	\$83.50
Crude Oil: Brent (US\$/Bbl)		
2009 Q1 act	\$45.04	\$42.00
2009 Q2	\$43.50	\$45.50
2009 Q3	\$48.50	\$45.50
2009 Q4	\$48.50	\$50.50
2009	\$46.50	\$46.00
2010	\$59.50	\$58.00
2011	\$65.50	\$71.50
2012	\$71.50	\$77.50
2013	\$76.50	\$82.50
Natural Gas: Henry Hub (US\$/MMBtu)		
2009 Q1 act	\$4.55	\$5.50
2009 Q2	\$3.75	\$6.00
2009 Q3	\$3.75	\$5.75
2009 Q4	\$4.25	\$6.75
2009	\$4.50	\$6.00
2010	\$5.25	\$7.25
2011	\$6.75	\$7.75
2012	\$7.50	\$8.25
2013	\$7.75	\$8.50

BANKERS PETROLEUM LTD.¹ (TSX-BNK \$1.79) MKT CAP \$327 MILLION

RECOMMENDATION: SPECULATIVE BUY (Previous Recommendation: Speculative Buy)

12-MONTH TARGET: \$2.35 (Previous Target: \$2.35)

Company Specific Factors:

- No material updates since initiating coverage dated April 1, 2009

Bankers Net Asset Value

Company Statistics				
Market Cap				\$327 MM
Basic Shares O/S				182.5 MM
Fully Diluted Shares O/S				204.2 MM
52-Week Range				\$6.72 - \$0.46
Major Shareholders				Sprott Asset Management - 14.4% BlackRock Investment - 14.2%
Cash (12/31/08 act.)				US\$15.6 MM
Cash Value per share				US\$0.09
Debt (12/31/08 act.)				US\$6.9 MM
Note Receivable (12/31/08 act.)				US\$13.0 MM
Working Capital (12/31/08 act.)				-US\$7.4 MM
Earnings Summary				
FYE: December	2008A	2009F	2009 exit	2010F
Brent (US\$/Bbl)	\$97.64	\$46.38	\$48.50	\$59.75
Production (Bbl/d)	5,871	5,923	5,707	6,725
EPS (US\$/FD)	(\$0.01)	(\$0.08)	(\$0.07)	(\$0.04)
CFPS (US\$/FD)	\$0.21	\$0.00	(\$0.00)	\$0.07
DACF (US\$/FD)	\$0.22	\$0.01	\$0.01	\$0.08
Debt (US\$MM)	\$8	\$5	\$16	\$15
P/E	n/m	n/m	n/m	n/m
P/CF	8.1 x	2313.7 x	n/m	23.9 x
DACFM	6.7 x	128.9 x	147.4 x	19.5 x
Valuation Metrics				
EV/BOE/d	53,612	58,838	63,890	55,026
EV/BOE (2P, estimated at exit 2008)			(US\$/BOE)	\$1.63
Price/NAV				42%
Price/ExNAV				10%
Implied Value of Potential Resources *				
	Unrisked		(US\$/BOE)	(\$0.34)
	Risked		(US\$/BOE)	(\$1.95)
*=(EV - PV13 of 2P reserves)/potential resources				

December 31, 2008			
	Value	Shares	NAV/Sh
	<i>(US\$MM)</i>	<i>(MM)</i>	<i>(US\$/sh)</i>
Oil & Gas Assets			
Engineering Report Value ⁽¹⁾	\$825.5		
Reserve Value Adjustment ⁽²⁾	(\$108.0)		
Undeveloped Land	\$0.6		
Abandonment Liabilities	\$1.9		
	<u>\$720.1</u>		
Financial Assets & Liabilities			
Working Capital	(\$7.4)		
Note Receivable	\$13.0		
Debt	(\$6.9)		
G&A	(\$21.0)		
	<u>(\$22.3)</u>		
Net Asset Value Basic	\$697.8	182.5	\$3.82
Proceeds/Shares from Options	\$61.9	37.5	
Net Asset Value (FD)	\$759.6	220.0	\$3.45
Exploration Prospects			
To be drilled within 12 months	\$105.9		
Proceeds/Shares from Options	\$0.3	0.1	
Risked 12-Month NAV	\$865.9	220.1	\$3.93
Remaining prospects	\$2,202.0	220.1	
2 Year Timing Discount	\$0.0		
Deduct Land Value	(\$0.6)		
Proceeds/Shares from Options	\$0.3	0.1	
ExNAV (FD)	\$3,067.6	220.2	\$13.93

(1) PV13, after tax

(2) Includes substitution of JCI price forecast

Bankers 12-Month Target Calculation

	Parameter	F/X Rate	Multiple	Valuation	Weight	Weighted Valuation
	<i>(US\$/sh)</i>	<i>(US\$/C\$)</i>		<i>(C\$/sh)</i>		<i>(C\$/sh)</i>
2010 DACF	\$0.08	0.88	6.0	\$0.32	30%	\$0.10
2010 exit DACF	\$0.14	0.90	5.5	\$0.66	30%	\$0.20
Risked 12-Month NAV	\$3.93	0.80	1.0	\$4.89	40%	\$1.96
						<u>\$2.25</u>

CALVALLEY PETROLEUM INC.¹ (TSX-CVI.A \$1.25) MKT CAP \$125 MILLION

RECOMMENDATION: SPECULATIVE BUY (Previous Recommendation: Speculative Buy)

12-MONTH TARGET: \$2.50 (Previous Target: \$2.25)

Company Specific Factors:

- Incorporation of Q4 financial and operating results
- Minor operational adjustments

Company Statistics				
Market Cap				\$125 MM
Basic Shares O/S				100.3 MM
Fully Diluted Shares O/S				104.6 MM
52-Week Range				\$5 - \$0.85
Major Shareholders			Mgmt & Directors	21.4MM
Cash and equivalents (12/31/08 act.)				US\$64.0 MM
Cash Value per share				US\$0.64
Debt (12/31/08 act.)				US\$0.0 MM
Working Capital (12/31/08 act.)				US\$75.8 MM
Earnings Summary				
FYE: December	2009F	exit 2009F	2010F	exit 2010F
Production (BOE/d)	3,159	4,481	5,110	5,464
Brent Crude (US\$/Bbl)	\$46.38	\$48.50	\$59.75	\$68.50
EPS (US\$/FD)	(\$0.04)	(\$0.02)	\$0.20	\$0.36
CFPS (US\$/FD)	\$0.10	\$0.14	\$0.32	\$0.46
DACF (US\$/FD)	\$0.10	\$0.14	\$0.32	\$0.46
P/E	nm	nm	4.9x	2.8x
P/CF	10.4x	7.1x	3.1x	2.2x
DACFM	5.7x	5.6x	2.5x	1.6x
Valuation Metrics				
	2009F	exit 2009F	2010F	exit 2010F
EV/BOE/d	\$22,350	\$22,364	\$19,877	\$17,553
EV/BOE (2P, estimated at exit 2007)			(\$/BOE)	\$1.27
Price/NAV				34%
Price/ExNAV				20%
Implied Value of Potential Resources *				
Unrisked			(\$/BOE)	(\$0.58)
Risky			(\$/BOE)	(\$2.87)
*=(EV - PV10 of 2P reserves)/potential resources				

Calvalley Net Asset Value

December 31, 2008			
	Value	Shares	NAV/Sh
	(US\$MM)	(MM)	(US\$/sh)
Oil & Gas Assets			
Engineering Report Value ⁽¹⁾	\$244.0		
Adjustments ⁽²⁾	(\$30.0)		
New Reserves	\$0.0		
Undeveloped Land	\$35.3		
Abandonment Liabilities	(\$0.1)		
Total	\$249.3		
Financial Assets & Liabilities			
Working Capital	\$75.8		
Debt	\$0.0		
G&A	(\$24.7)		
Total	\$51.1		
Net Asset Value	\$300.4	100.3	\$3.00
Proceeds/Shares from Options	\$1.8	1.4	
Net Asset Value (FD)	\$302.2	101.6	\$2.97
Exploration Prospects			
To Be Drilled within 12 months	\$42.0		
Proceeds/Shares from Options	\$4.7	1.5	
Risky 12-Month NAV	\$349.0	103.1	\$3.38
Remaining prospects	\$264.7		
3 Year Timing Discount	(\$65.8)		
Deduct Land Value	(\$35.3)		
Proceeds/Shares from Options	\$4.6	1.3	
ExNAV (FD)	\$517.2	104.3	\$4.96

(1) PV13, after tax

(2) Includes substitution of JCI price forecast

Calvalley 12-Month Target Calculation

	Parameter	F/X Rate	Multiple	Valuation	Weight	Weighted Valuation
	(US\$/sh)	(US\$/C\$)		(C\$/sh)		(C\$/sh)
Cal. 2010 DACF	\$0.32	0.88	3.0	\$1.53	33.3%	\$0.51
2010 exit DACF	\$0.46	0.90	2.5	\$1.47	33.3%	\$0.49
Risky 12-Month NAV	\$3.38	0.80	1.0	\$4.21	33.3%	\$1.40
						\$2.40

CANORO RESOURCES LTD.^{1,2} (TSXV-CNS \$0.16) MKT CAP \$18 MILLION

RECOMMENDATION: SPECULATIVE BUY (Previous Recommendation: Speculative Buy)

12-MONTH TARGET: \$0.40 (Previous Target: \$0.50)

Company Specific Factors:

- Incorporation of Q3 financial and operating results
- The gas compressor delayed three months, to Q1 of calendar 2010, and the gas plant by six months, to the end of 2011, with the attendant reductions in FY 2010 and 2011 production and cash flow

Company Statistics				
Market Cap				\$18 MM
Basic Shares O/S				113.7 MM
Fully Diluted Shares O/S				125.0 MM
52-Week Range				\$1.67 - \$0.06
Major Shareholders				Trapeze Capital Corp. 22.4% together with Trapeze Asset Management Inc.
Cash (12/31/08 Act.)				US\$ 10 MM
Cash Value per share				US\$ 0.09
Debt (12/31/08 Act.)				US\$ 0.0 MM
Working Capital (12/31/08 Act.)				US\$ 12 MM
Earnings Summary				
FYE: March	2008A	2009F	2010F	2011F
Production (BOE/d)	210	801	971	1,348
EPS (US\$/FD Sh)	(\$0.07)	(\$0.06)	(\$0.06)	(\$0.02)
CFPS (US\$/FD Sh)	(\$0.00)	\$0.02	\$0.01	\$0.05
DACF (US\$/FD Sh)	(\$0.00)	\$0.02	\$0.01	\$0.05
Debt (US\$MM)	\$0.0	\$0.0	\$0.0	\$0.0
P/E	nm	nm	nm	nm
P/CF	nm	5.2x	10.4x	2.7x
DACFM	nm	-1.1x	4.0x	2.3x
Trading Parameters				
	2008F	2009F	2010F	2011F
EV/BOE/d	\$15,387	\$4,035	\$7,562	\$11,598
EV/BOE (2P, estimated at exit 2008)			(\$/BOE)	\$0.45
Price/NAV				20%
Price/ExNAV				5%
Implied Value of Potential Resources *				
Unrisked			(\$/BOE)	(\$0.79)
Risked			(\$/BOE)	(\$4.73)
*=(EV - PV10 of 2P reserves)/potential resources				

Canoro Net Asset Value

	December 31, 2008		
	Value	Shares	NAV/Sh
	(US\$MM)	(MM)	(US\$/sh)
Oil & Gas Assets			
Engineering Report Value ⁽¹⁾	\$130.2		
Adjustments ⁽²⁾	(\$27.1)		
Other (Gemini ORR) ⁽³⁾	(\$11.6)		
Land	\$8.1		
Abandonment Liabilities	(\$0.6)		
Total	\$99.0		
Financial Assets & Liabilities			
Working Capital	\$12.0		
Debt	\$0.0		
G&A	(\$37.6)		
Total	(\$25.6)		
Net Asset Value	\$73.4	113.7	\$0.65
Proceeds/Shares from Options	\$0.3	2.2	
Net Asset Value (FD)	\$73.7	115.9	\$0.64
Exploration Prospects			
To Be Drilled within 12 months	\$0.6		
Proceeds/Shares from Options	\$0.0	0.0	
Risked 12-month NAV	\$74.3	115.9	\$0.64
Remaining prospects	\$226.1		
Deduct Land Value	(\$2.8)		
Proceeds/Shares from Options	\$8.9	8.5	
ExNAV (FD)	\$305.9	124.5	\$2.46

(1) PV13, after tax

(2) Includes substitution of JCI price forecast and deduction of post reserve report production

(3) Assumes Canoro does not exercise buy back option

Canoro 12-Month Target Calculation

FYE: March 31	Exchange			Weighted		
	Parameter	Rate	Multiple	Valuation	Weight	Valuation
	(US\$/sh)	(US\$/C\$)		(C\$/sh)		(C\$/sh)
FY 2010 exit DACF	\$0.03	0.85	3.5	\$0.18	33.3%	\$0.06
FY 2011 DACF	\$0.05	0.89	3.0	\$0.18	33.3%	\$0.06
Risked 12 Month NAV	\$0.64	0.80	1.0	\$0.80	33.3%	\$0.27
						\$0.39

CGX ENERGY INC.¹ (TSXV-OYL \$1.18) MKT CAP \$149 MILLION

RECOMMENDATION: SPECULATIVE BUY (Previous Recommendation: Speculative Buy)

12-MONTH TARGET: \$2.00 (Previous Target: \$2.00)

Company Specific Factors:

- Incorporated estimated Q4 financial results
- No other updates since last research report dated December 2, 2008

Company Statistics					
Market Cap	\$149 MM				
Basic Shares O/S	126.1 MM				
Fully Diluted Shares O/S	135.3 MM				
52-Week Range	\$3.3 - \$0.26				
Major Shareholders	Cormark Asset Management Inc. 11%				
Cash (12/31/08 est.)	US\$18.3 MM				
Cash Value per share	US\$0.14				
Debt (12/31/08 est.)	US\$0.0 MM				
Working Capital (12/31/08 est.)	US\$17.1 MM				
Earnings Summary					
FYE: December	2008F	2009F	2010F	2011F	2012F
Production (Bbl/d)	0	0	0	0	7,133
EPS (US\$/FD)	(\$0.05)	(\$0.05)	(\$0.05)	(\$0.05)	\$0.83
CFPS (US\$/FD)	(\$0.01)	(\$0.01)	(\$0.01)	(\$0.01)	\$0.88
DACF (US\$/FD)	(\$0.01)	(\$0.01)	(\$0.01)	(\$0.01)	\$0.89
Debt (US\$MM)	\$0	\$0	\$20	\$70	\$115
P/E	n/m	n/m	n/m	n/m	1.3 x
P/CF	n/m	n/m	n/m	n/m	1.2 x
DACFM	n/m	n/m	n/m	n/m	2.1 x
Valuation Metrics					
EV/BOE/d	nm	nm	nm	nm	35,789
EV/BOE (2P, estimated at exit 2008)					(\$/BOE)
Price/NAV	144%				
Price/ExNAV	9%				
Implied Value of Potential Resources *					
Unrisked					(\$/BOE) \$0.04
Risked					(\$/BOE) \$0.25

* =(EV - PV10 of 2P reserves)/potential resources

CGX Net Asset Value

December 31, 2008			
	Value	Shares	NAV/Sh
	(US\$MM)	(MM)	(US\$/sh)
Oil & Gas Assets			
Engineering Report Value ⁽¹⁾	\$0.0		
Undeveloped Land	\$72.0		
	<u>\$72.0</u>		
Financial Assets & Liabilities			
Working Capital	\$17.1		
Debt	\$0.0		
G&A	(\$6.9)		
	<u>\$10.2</u>		
Net Asset Value Basic	\$82.1	126.1	\$0.65
Proceeds/Shares from Options	\$6.1	8.0	
Net Asset Value (FD)	\$88.3	134.2	\$0.66
Exploration Prospects			
To be drilled within 12 months ⁽¹⁾	\$371.0		
Proceeds/Shares from Options	\$2.0	1.2	
Risked 12-Month NAV	\$461.2	135.4	\$3.41
Remaining prospects ⁽¹⁾	\$1,417.2	135.4	
2 Year Timing Discount	(\$307.3)		
Deduct Corentyne Land Value	(\$25.1)		
Development Capital			
Project Debt	(\$113.6)		
New Equity	\$113.6	9.9	
Proceeds/Shares from Options	\$0.0	0.0	
ExNAV (FD)	\$1,546.0	145.3	\$10.64

(1) PV20, after tax

CGX Energy 12-Month Target Calculation

	Parameter	F/X Rate	Multiple	Valuation	Weight	Weighted Valuation
	(US\$/sh)	(US\$/C\$)		(C\$/sh)		(C\$/sh)
Risked 12-Month NAV	\$3.41	0.80	0.5	\$2.12	100.0%	\$2.12
						<u>\$2.12</u>

CIRRUS ENERGY CORPORATION¹ (TSXV-CYR \$1.25) MKT CAP \$88 MILLION
RECOMMENDATION: SPECULATIVE BUY (Previous Recommendation: Speculative Buy)
12-MONTH TARGET: \$2.25 (Previous Target: \$2.25) **24-MONTH TARGET: \$3.00**

Company Specific Factors:

- The higher price forecasts do increase our DACF and NAV calculations, but not by enough to justify increasing our target at this time
- No significant changes from our February 24, 2009 update

Company Statistics				
Market Cap				\$88 MM
Basic Shares O/S				70.5 MM
Fully Diluted Shares O/S				75.9 MM
52-Week Range				\$5.25 - \$0.56
Major Shareholders			Directors & Management	11.4%
			Robert Disbrow	11.39%
Cash (02/28/09 est.)				\$ 56.9 MM
Cash Value per share				\$0.81
Debt (02/28/09 est.)				\$ 0.0 MM
Working Capital (02/28/09 est.)				\$ 53.6 MM
Earnings Summary				
FYE: August	2009F	2010F	exit 2010F	2011F
Production (BOEe/d)	232	2,806	4,080	7,117
Brent Crude (US\$/Bbl)	\$53.02	\$54.75	\$63.50	\$66.25
EPS (FD)	(\$0.06)	\$0.32	\$0.38	\$0.18
CFPS (FD)	(\$0.01)	\$0.37	\$0.74	\$1.14
DACF	(\$0.01)	\$0.37	\$0.74	\$1.15
Debt (Period end)	\$0.0	\$0.0	\$0.0	\$0.0
P/E	nm	3.9x	3.3x	6.9x
P/CF	nm	3.4x	1.7x	1.1x
DACFM	nm	2.5x	1.2x	0.8x
Trading Parameters				
EV/BOE/d	\$170,367	\$23,234	\$16,014	\$9,878
EV/BOE (2P, estimated at exit 2008)			(\$/BOE)	\$16.15
Price/NAV				80%
Price/ExNAV				48%
Implied Value of Potential Resources *				
	Unrisked	(\$/BOE)		(\$0.63)
	Risked	(\$/BOE)		(\$2.68)

*=(EV - PV10 of 2P reserves)/potential resources

Cirrus Net Asset Value

	28-Feb-09		
	Value	Shares	NAV/sh
	(C\$MM)	(MM)	(C\$/sh)
Oil & Gas Assets			
Engineering Report Value ⁽¹⁾	\$84.6		
Reserve Value Adjustment ⁽²⁾	(\$23.5)		
New Discoveries	\$10.3		
Undeveloped Land	\$4.8		
Abandonment Liabilities	(\$1.9)		
	\$74.3		
Financial Assets & Liabilities			
Working Capital	\$53.6		
Debt	\$0.0		
G&A	(\$14.2)		
	\$39.4		
Net Asset Value (basic)	\$113.7	70.47	\$1.61
Proceeds/Shares from Options	\$3.0	3.99	
Net Asset Value (FD)	\$116.7	74.46	\$1.57
Risked Exploration Prospects			
To Be Drilled within 12 months	\$17.0		
Proceeds/Shares from Options	\$0.0	-	
Risked 12-Month NAV	\$133.7	74.46	\$1.80
Remaining prospects	\$76.3	74.46	
2 Year Timing Discount	(\$13.2)		
Deduct Land Value	(\$4.8)		
Proceeds/Shares from Options	\$1.4	0.54	
ExNAV (FD)	\$193.3	75.00	\$2.58

(1) PV13, after tax

(2) Includes substitution of JCI price forecast and deduction of post reserve report production

Cirrus 12-Month Target Calculation

Method	Parameter	Multiple	Valuation	Weight	Weighted Valuation
	(\$/sh)				(\$/sh)
FY2010 DACF	\$0.37	4.5	\$2.01	33.3%	\$0.67
FY2010 Exit DACF	\$0.74	4.0	\$3.29	33.3%	\$1.10
Risked 12-Month NAV	\$1.80	1.00	\$1.80	33.3%	\$0.60
					\$2.37

CORRIDOR RESOURCES INC.^{1,2,3} (TSX-CDH \$1.98) MKT CAP \$174 MILLION

RECOMMENDATION: BUY (Previous Recommendation: Buy)

12-MONTH TARGET: \$3.00 (Previous Target: \$3.50)

Company Specific Factors:

- No significant updates since last research report dated March 27, 2009

Company Statistics				
Market Cap				\$173.5 MM
Basic Shares O/S				87.6 MM
Fully Diluted Shares O/S				89.2 MM
52-Week Range				\$1.29 - \$11.96
Major Shareholders			Sprott Asset Management Inc.	18.2%
			Trapeze Asset Management Inc. & Trapeze Capital Corp.	14.9%
Cash (12/31/08 Act.)				\$34.3 MM
Cash Value per share				\$0.39 /sh
Debt (12/31/08 Act.)				\$0.0 MM
Working Capital (12/31/08 Act.)				\$25.3 MM
Earnings Summary				
FYE: December	2008A	2009F	exit 2009F	2010F
Production (MMcf/d)	19.4	20.9	18.4	22.3
EPS (FD)	\$0.26	\$0.10	\$0.02	\$0.02
CFPS (FD)	\$0.67	\$0.46	\$0.32	\$0.45
DACF (FD)	\$0.67	\$0.46	\$0.32	\$0.45
Debt (avg for period)	\$4.2	\$0.0	\$0.0	\$0.0
P/E	7.5x	20.3x	85.6x	107.5x
P/CF	3x	4.3x	6.1x	4.4x
DACFM	3x	3.6x	1.7x	4.2x
Trading Parameters				
EV/BOE/d		\$41,278	\$49,021	\$43,767
EV/BOE (2P, estimated at exit 2008)			(\$/BOE)	\$5.91
Price/NAV				55%
Price/ExNAV				18%
Implied Value of Potential Resources *				
	Unrisked		(\$/BOE)	(\$0.14)
	Risked		(\$/BOE)	(\$0.95)

* = (EV-2P PV10)/Potential Resources

Corridor Net Asset Value

	31-Dec-08		
	Value (C\$MM)	Shares (MM)	NAV/sh (C\$/sh)
Oil & Gas Assets			
Engineering Report Value ⁽¹⁾	\$346		
Adjustments ⁽²⁾	(\$58)		
Land	\$37		
Abandonment Liabilities	(\$2)		
	\$323		
Financial Assets & Liabilities			
Working Capital	\$25		
Debt	\$0		
G&A	(\$30)		
	(\$5)		
Net Asset Value (basic)	\$318	87.63	\$3.63
Proceeds/Shares from Options	\$1	0.48	
Net Asset Value (FD)	\$320	88.11	\$3.63
Risked Exploration Prospects			
To be drilled within 12 months	\$50		
Proceeds/Shares from Options	\$2	0.59	
Risked 12-Month NAV	\$372	88.70	\$4.19
Remaining exploration prospects	\$792		
2 Year Timing Discount	(\$137)		
Deduct Land Value	(\$37)		
Proceeds/Shares from Options	\$9	0.53	
ExNAV (FD)	\$998	89.23	\$11.19

(1) PV10, after tax

(2) Includes substitution of JCI price forecast

Corridor 12-Month Target Calculation

	Parameter	Multiple	Value	Weight	Weighted Value
	(\$/sh)		(\$/sh)		(\$/sh)
2010 DACF	\$0.45	5.0	\$1.88	33.33%	\$0.63
2010 exit DACF	\$0.62	4.5	\$3.13	33.33%	\$1.04
12 Month NAV	\$4.19	1.00	\$4.19	33.33%	<u>\$1.40</u>
					\$3.07

NORWOOD RESOURCES LTD.¹ (TSXV- RS \$0.08) MKT CAP \$8 MILLION

RECOMMENDATION: SPECULATIVE BUY (Previous Recommendation: Speculative Buy)

12-MONTH TARGET: \$0.17 (Previous Target: \$0.17)

Company Specific Factors:

- No updates since last research report dated January 29, 2009

Norwood Net Asset Value

Company Statistics				
Market Cap				\$8 MM
Basic Shares O/S				103.6 MM
Fully Diluted Shares				135.3 MM
52-Week Range				\$1.90 - \$0.05
Major Shareholders				None over 10%
Cash (12/31/08) est.				\$ 5.2 MM
Debt (12/31/08) est.				\$ 0.0 MM
Working Capital (12/31/08) est.				\$ 3.8 MM
Earnings Summary				
FYE: December	2007A	2008F	2009F	2010F
Production (BOE/d)	0	0	141	150
EPS (FD)	(\$0.04)	(\$0.28)	(\$0.02)	(\$0.01)
CFPS (FD)	(\$0.02)	(\$0.02)	\$0.00	\$0.01
DACF	(\$0.02)	(\$0.02)	\$0.00	\$0.01
Debt (Period end)	\$0.0	\$0.0	\$0.0	\$0.0
P/E	nm	nm	nm	nm
P/CF	nm	nm	45.8x	11.9x
DACFM	nm	nm	45.8x	11.9x
Trading Parameters				
EV/BOE/d	N/A	N/A	\$58,619	\$55,312
EV/BOE (2P at exit 2008)			(\$/BOE)	N/A
Implied Value of Potential				
		Unrisked	(\$/BOE)	\$0.04
		Risked	(\$/BOE)	\$1.00
*=(EV - PV10 of 2P reserves)/potential resources				

	Value	31-Dec-08	NAV/sh
	(C\$MM)	Shares	(C\$/sh)
		(MM)	
Oil & Gas Assets			
Engineering Report Value	\$0.0		
Undeveloped Land	\$3.3		
Drilling Rigs	\$6.0		
Abandonment Liabilities	(\$0.2)		
	\$9.1		
Financial Assets & Liabilities			
Working Capital	\$3.8		
Debt	\$0.0		
G&A	(\$2.3)		
	\$1.4		
Net Asset Value (basic)	\$10.5	103.6	\$0.10
Proceeds/Shares from Options	\$0.0	-	
Net Asset Value (FD)	\$10.5	103.6	\$0.10
Risked Exploration Prospects			
To Be Drilled within 12 months	\$6.8	103.6	
Proceeds/Shares from Options	\$0.0	-	
Risked 12-Month NAV	\$17.3	103.6	\$0.17
Remaining prospects	\$77.9	-	
3 Year Timing Discount	(\$1.7)		
Deduct Land Value	(\$3.3)		
Proceeds/Shares from Options	\$4.2	6.3	
ExNAV (FD)	\$94.4	110.0	\$0.86

Norwood 12-Month Target Calculation

Method	Parameter	Multiple	Valuation	Weight	Weighted
	(C\$/sh)		(\$/sh)		(\$/sh)
Risked 12-Month NAV	\$0.17	1.00	\$0.17	100.0%	\$0.17
					\$0.17

PETROLIFERA PETROLEUM LIMITED^{1,3} (TSX-PDP \$1.88) MKT CAP \$103 MM

RECOMMENDATION: BUY (Previous Recommendation: Buy)

12-MONTH TARGET: \$2.75 (Previous Target: \$2.50)

Company Specific Factors:

- Incorporated detailed 2008 year-end reserves from AIF
- No other updates since research report dated March 16, 2009

Company Statistics				
Market Cap	\$103 MM			
Basic Shares O/S	54.9 MM			
Fully Diluted Shares O/S	59.5 MM			
52-Week Range	\$11.25 - \$0.75			
Major Shareholders	Connacher Oil & Gas Ltd. 13.3 MM			
Cash (12/31/08) act.	\$30.7 MM			
Cash Value per share	\$0.56			
LT Debt (12/31/08) act.	\$77.2 MM			
Working Capital (12/31/08) act.	\$20.0 MM			
Earnings Summary				
FYE: December	2008A	2009F	2009exit	2010F
Production (BOE/d)	7,882	7,074	7,174	6,946
WTI (US\$/Bbl)	\$99.64	\$46.59	\$50.00	\$61.25
EPS (FD)	\$0.21	\$0.05	\$0.04	\$0.09
CFPS (FD)	\$1.10	\$0.79	\$0.80	\$0.74
DACF	\$1.20	\$0.90	\$0.91	\$0.85
Debt (\$MM)	\$75.4	\$93.2	\$93.2	\$93.2
P/E	8.8x	36.2x	53.6x	21.4x
P/CF	1.7x	2.4x	2.4x	2.5x
DACFM	2.4x	3.0x	2.7x	2.8x
Trading Parameters				
EV/BOE/d	\$20,363	\$21,862	\$19,974	\$19,715
EV/BOE (est. 2P)	(\$/BOE)			\$8.01
Price/NAV				80%
Price/ExNAV				25%
Implied Value of Potential Resources *				
Unrisked	(\$/BOE)			(0.28)
Risked	(\$/BOE)			(1.94)
*=(EV - PV10 of 2P reserves)/potential resources				

Petrolifera Net Asset Value

	31-Dec-08		
	Value (C\$MM)	Shares (MM)	NAV/sh (C\$/sh)
Oil & Gas Assets			
Engineering Report Value ⁽¹⁾	\$220.5		
Reserve Value Adjustment ⁽²⁾	(\$38.3)		
Land Value	\$29.1		
Abandonment Liabilities	(\$6.4)		
	\$204.9		
Financial Assets & Liabilities			
Working Capital	\$20.0		
Long Term Investments ⁽³⁾	\$12.7		
Long Term Debt	(\$77.2)		
G&A	(\$30.3)		
	(\$74.8)		
Net Asset Value (basic)	\$130.2	54.95	\$2.37
Proceeds/Shares from Options	\$2.1	1.56	
Net Asset Value (FD)	\$132.2	56.50	\$2.34
Risked Exploration Prospects			
To Be Drilled within 12 Months ⁽⁴⁾	\$32.4	56.50	
Deduct Land Value	(\$6.0)		
Proceeds/Shares from Options	\$1.1	0.42	
Risked 12 Month NAV	\$159.8	56.92	\$2.81
Remaining Prospects ⁽⁴⁾	\$293.3	56.50	
Deduct Land Value	(\$23.1)		
Proceeds/Shares from Options	\$2.2	0.63	
ExNAV (FD)	\$432.1	57.55	\$7.51

- (1) PV13, after tax
(2) Includes substitution of JCI price forecast
(3) ABCP holdings valued at 50% of balance sheet
(4) Assumes 50% farm-out in Colombia, and 75% farm-out in Peru

Petrolifera 12-Month Target Calculation

Method	Parameter (\$/sh)	Multiple	Valuation	Weight	Weighted Valuation (\$/sh)
2010 DACF	\$0.85	4.0	\$2.79	33.3%	\$0.93
2010 exit DACF (annualized)	\$0.82	3.5	\$2.39	33.3%	\$0.80
12 Month NAV	\$2.81	1.0	\$2.81	33.3%	\$0.94
					\$2.66

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Buy: The stock is expected to provide a total return in excess of 10% to 50% over the current trading price over the next 12 months.

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HOLD	6%
RESTRICTED	4%
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SELL	0%

Revised Monthly

Security Abbreviations: NVS (non-voting shares); RVS (restricted voting shares); RS (restricted shares); SVS (subordinate voting shares); MV (multiple voting shares).

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Note: We initiated coverage on **Bankers Petroleum Ltd.** on April 1, 2009 with a **SPECULATIVE BUY** recommendation, an ABOVE AVERAGE risk rating and a target price of C\$2.35 per share. Share price at that time was \$1.76.

Note: We initiated coverage on **Calvalley Petroleum Inc.** on January 5, 2006 with a BUY recommendation and a C\$6.75 target price. Share price at that time was C\$4.49. On February 10, 2006 we raised our target price to C\$8.35. Share price at that time was C\$6.70. On April 20, 2006 we raised our target price to C\$9.25. Share price at that time was C\$8.19. On June 16, 2006 we upgraded our recommendation to a STRONG BUY. Share price at that time was C\$5.80. On July 25, 2006 we raised our target price to C\$12.60. Share price at that time was C\$6.19. On November 2, 2006 we decreased our target price to C\$11.85. Share price at that time was C\$7.55. On December 13, 2006 we downgraded our recommendation to a BUY. Share price at that time was C\$8.09. On January 15, 2007 we raised our recommendation to a STRONG BUY and added a risk rating of ABOVE AVERAGE as a result of additions to our rating system. Share price at that time was C\$6.96. On March 19, 2007 we decreased our target price to C\$11.10, while maintaining a STRONG BUY recommendation. Share price at that time was C\$6.75. On August 28, 2007 we downgraded our recommendation to SPECULATIVE BUY and reduced our target price to C\$8.10. Share price at that time was C\$4.50. On April 14, 2008 we decreased our target price to C\$6.80. Share price at that time was C\$3.70. On October 29, 2008 we decreased our target price to C\$5.50. Share price at that time was C\$1.33. On December 2, 2008 we reduced our target price to C\$3.00. Share price at that time was C\$1.45. On February 27, 2009 we reduced our target price to C\$2.25. Share price at that time was C\$1.15.

Note: We initiated coverage on **Canoro Resources Ltd.** on October 5, 2006 with a **SPECULATIVE BUY** recommendation and a C\$2.80 target price. Share price at that time was C\$0.99. On February 6, 2007 we introduced a risk rating of ABOVE AVERAGE as a result of additions to our rating system. Share price at that time was C\$1.12. On April 9, 2007 we reduced our target price to C\$2.35. Share price at that time was C\$0.90. On June 5, 2007 we downgraded our recommendation to HOLD and reduced our target price to C\$0.75. Share price at that time was C\$0.69. On August 2, 2007 we upgraded our recommendation to SPECULATIVE BUY and increased our target price to C\$1.75. Share price at that time was C\$1.06. On October 23, 2007 we increased our target price to C\$4.00. On October 16, 2008 we decreased our target price to C\$2.75. Share price at that time was C\$0.34. On December 2, 2008, we decreased our target price to C\$1.50. Share price at the time was C\$0.24. On January 16, 2009, we decreased our target to C\$0.50. Share price at the time was C\$0.24.

Note: We initiated coverage on **CGX Energy Inc.** on April 4, 2008 with a **SPECULATIVE BUY** recommendation, an **ABOVE AVERAGE** risk rating and a target price of C\$12.00 per share. Share price at that time was \$3.14. On December 2, 2008, we reduced our target to C\$2.00. Share price at the time was C\$0.30.

Note: We initiated coverage on **Cirrus Energy Corporation** on April 4, 2008, with a **SPECULATIVE BUY** recommendation, an **ABOVE AVERAGE** risk rating and a target price of C\$4.70 per share. Share price at that time was \$3.35. On July 18, 2008 we increased our target price to C\$6.75. Share price at that time was C\$4.10. On October 22, 2008 we lowered our target price to C\$5.00. Share price at that time was C\$2.19. On December 2, 2008 we reduced our target to C\$3.00. Share price at the time was C\$0.95. On February 24, 2009, we reduced our target to C\$2.25 and introduced a 24-month target price of C\$3.00. Share price at the time was C\$1.05.

Note: On March 28, 2006 we initiated coverage on **Corridor Resources Inc.** with a **BUY** recommendation and a C\$5.80 target price. Share price at that time was C\$5.00. On May 9, 2006 we introduced a risked longer-term potential target price of C\$10.50. Share price at that time was C\$5.37. On August 17, 2006 we raised our target price to C\$6.60. Share price at that time was C\$5.80. On October 12, 2006 we lowered our target price to C\$5.95. Share price at that time was C\$5.35. On January 22, 2007 we raised our target price to C\$7.15 and introduced a risk rating of **ABOVE AVERAGE** as a result of additions to our rating system. Share price at that time was C\$5.60. On April 4, 2007, we increased our target price to C\$9.90. Share price at that time was C\$8.70. On July 5, 2007 we raised our target price to C\$13.65, while maintaining our **BUY** recommendation. Share price at that time was C\$11.45. On December 18, 2007 we decreased our target price to C\$12.30. Share price at that time was C\$7.40. On April 1, 2008 we reduced our target price to C\$11.25. Share price at that time was \$6.64. On October 16, 2008 we reduced our target price to C\$9.00. Share price at that time was C\$2.15. On December 2, 2008 we reduced our target price to C\$4.25. Share price at that time was C\$2.34. On March 27, 2009 we decreased our target price to C\$3.50. Share price at that time was C\$2.05.

Note We initiated coverage on **Norwood Resources Ltd.** on August 27, 2008, with a **SPECULATIVE BUY** recommendation, an **ABOVE AVERAGE** risk rating and a target price of C\$3.25. Share price at that time was C\$1.00. On October 29, 2008 we place our target and recommendation **UNDER REVIEW**. Share price at that time was C\$0.10. On January 29, 2009 we reinstated our **SPECULATIVE BUY** recommendation and reduced our target price to C\$0.17. Share price at that time was C\$0.10

Note: We initiated coverage on **Petrolifera Petroleum Limited** on January 30, 2006 with a **BUY** recommendation and a 12-month target of C\$17.25. The Share price at the time was C\$12.35. On May 16, 2006, we reduced our target to C\$14.55, while maintaining our **BUY** recommendation. Share price was C\$9.74. On August 3, 2006, we increased our 12-month target to C\$19.15 with a **BUY** recommendation. The share price was C\$14.45. On August 18, 2006, we increased our 12-month target to C\$20.20. Share price was C\$17.67. On October 19, 2006, we increased our target to C\$30.50. Share price at the time was C\$23.70. On December 6, 2006, we decreased our target to C\$25.50 but upgraded to a **STRONG BUY** recommendation. Share price at the time was C\$16.90. On March 6, 2007 we downgraded our recommendation to **BUY** and decreased our target price to C\$22.00. We also introduced an **ABOVE AVERAGE** risk rating due to additions to our rating system. Share price at that time was C\$16.43. On June 11, 2007 we upgraded our recommendation to **STRONG BUY** and increased our target price to C\$26.75. Share price at that time was C\$16.91. On August 10, 2007 we decreased our recommendation to **BUY** and reduced our target to C\$22.00. Share price at that time was C\$16.47. On November 22, 2007 we decreased our target price to C\$17.40. Share price at that time was C\$10.38. On March 18, 2008 we reduced our target price to C\$16.50. Share price at that time was C\$11.00. On May 9, 2008 we reduced our target price to C\$15.25. Share price at that time was C\$9.50. On June 11, 2008 we increased our target price to C\$17.15. Share price at that time was C\$9.39. On August 12, 2008 we decreased our target price to C\$14.50. Share price at that time was C\$5.49. On December 2, 2008 we reduced our target price to \$5.00. Share price at that time was C\$1.58. On January 14, 2009 we reduced our target price to C\$3.75. Share price at that time was C\$1.15. On March 3, 2009 we reduced our target price to C\$3.00. Share price at that time was C\$0.97. On March 16, 2009 we decreased our target price to C\$2.50. Share price at that time was C\$1.07.