

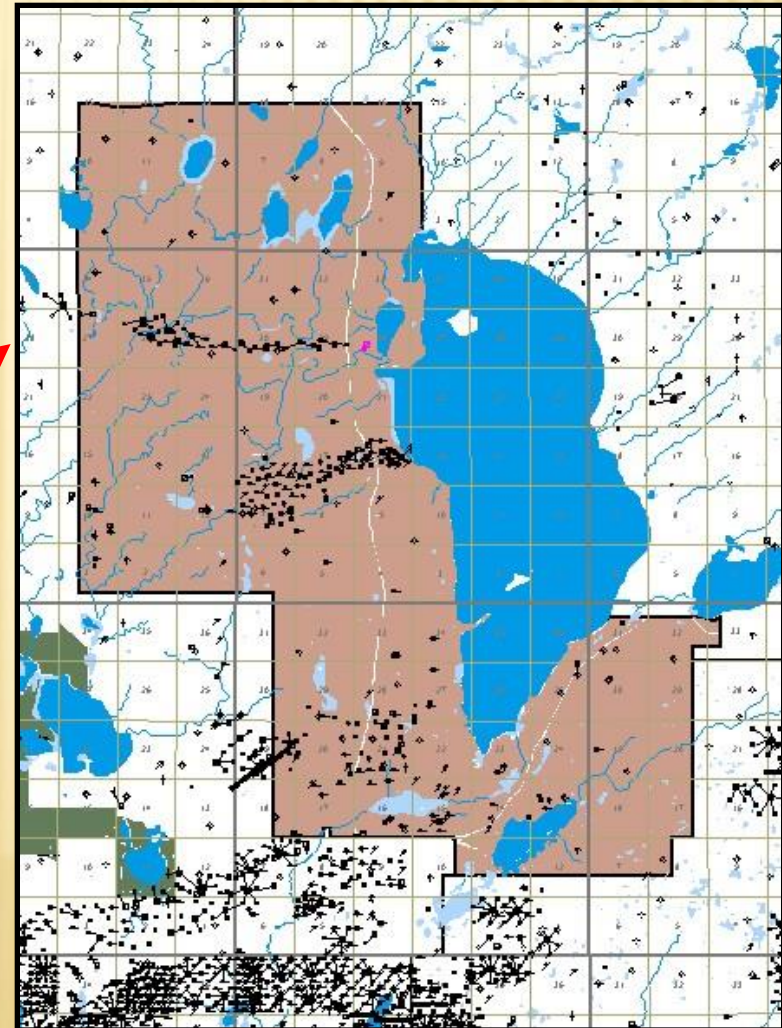


December 2013

FROG LAKE ENERGY RESOURCES CORP.

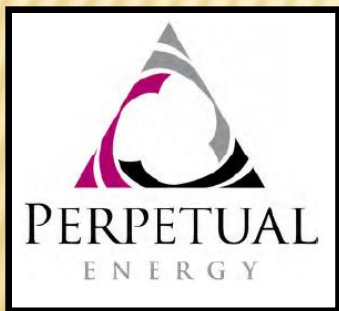
FROG LAKE FIRST NATION

- ✘ 55,000 acres (22,260 hectares)
- ✘ Heavy oil and natural gas opportunity
- ✘ Oil production exceeding 3,000 bopd



FROG LAKE ENERGY RESOURCES CORP.

- ✘ Wholly owned by Frog Lake members
- ✘ Has adopted a partnership model with other oil & gas companies



VISION STATEMENT

“Sustainable Wealth Creation”

By 2020, we will be recognized for our ability to continuously create business opportunities and deliver long-term value for the benefit of the members of the Frog Lake First Nation and its partners

MISSION STATEMENT

We will reach our goals by integrating the TeePee Principles into all of our business activities, remaining committed to its core values, at work as well as in all phases of life, thus embracing a well-balanced work/life culture for the benefit of our employees, our community and our stakeholders

Respect
Obedience
Strength
Sharing
Happiness
Faith
Ultimate Protection



Love
Child rearing
Hope
Community
Cleanliness
Kinship
Thankfulness

STRATEGIC COMPONENTS

Provide a fun, supportive and safe working environment

Acquire and develop core competencies and capabilities for long-term success

Put in place the policies, processes and tools required to ensure cost-effective day-to-day operations

Shareholders that are rewarded and attracted to the growth of the business

Build profitable and preferred supplier relationships

Maintain a strong financial position and access to new capital

Become a 'Partner of Choice' for new resource developments in N. America

By 2020, we will be recognized for our ability to continuously create business opportunities and deliver long-term value for the benefit of the members of the Frog Lake First Nation and its partners

FLERC AMBITION

- ✘ Create wealth and cash return to FLFN both from resources on the FLFN Reserve and opportunities off of the reserve.
- ✘ Continue a successful “model” of First Nations equity participation in oil and gas
 - + Demonstrate FN capability for corporate and financial success.
 - + Develop “best practice” operating/business culture
 - ✘ Within FLERC, FLERC shareholders and FLFN contractors
 - ✘ Become oil & gas partner of choice
 - + Develop first nations business & employment in oilfield services

FLERC BOARD OF DIRECTORS

✘ Board of Directors

+ Joe Dion

- ✘ Former Chief of Kehewin Cree Nation and Founding Chairman of Indian Resource Council of Canada, and a professional consultant with over 35 years of First Nation oil and gas experience

+ John Zahary M. Phil., P. Eng.

- ✘ Currently President & CEO of Sunshine Oilsands Ltd., former CEO of Harvest Energy Trust & Viking Energy Trust, former President of Petrovera Resources, former director of Osum Oilsands, TimberRock Energy and Reveal Energy.

+ Raymond Quinney

- ✘ Former Chief of Frog Lake First Nation and successful farmer

+ Scott Reeves B. Comm., LLB.

- ✘ Partner at the law firm of Tingle-Merrett LLP.

+ Angeline Berland

+ Terry Moyah

+ Colin Quinney



Members of the Tribal Council of FLFN

FLERC EXECUTIVES

✘ Management Team

- + Joe Dion – CEO
- + Raymond Quinney – President
 - ✘ Former Chief of FLFN, former director FLERC, successful rancher
- + W.E. (Bill) Johnson M.Eng – COO
 - ✘ 35 years experience in oil & gas operations, financial planning & mergers and acquisitions, former senior manager at Suncor, EnCana, former President of a publicly traded junior oil & gas company
- + Keith Scrimger CA – CFO
 - ✘ 40 years experience as a senior financial officer at three major oil corporations and CFO for various junior companies
- + Glenn Parrot – P. Geologist
 - ✘ 30 years experience in western Canadian oil and gas exploration and development
- + Sandy Jenkins – P. Geophysicist
 - ✘ 30 years experience in western Canadian oil and gas exploration and development
- + Debbie Decoste – B. Comm., P. Landman
 - ✘ 25 years experience in oil and gas acquisition, negotiation, contracts & land administration

FLERC TODAY – TAKING STOCK

- ✘ Corporate vision well on its way
 - + Poised for next steps
 - + Corporate growth has been solid
 - ✘ Partnerships have been fruitful including first partnership off reserve lands (Perpetual Energy)
 - + Oil Production & cash flow currently strong – advantaged for growth
 - ✘ \$15MM net working capital, no debt 2013 cash flow - \$15-20MM
 - ✘ Financial status “the envy” of peer group companies
 - ✘ Large resource on reserve lands require;
 - ★ Continued drilling & new technology to increase recovery of large resource in-place
 - ✘ Pace of production adds will slow due to technical challenges
 - + FLFN realizing cash return from equity (dividend)
 - + \$300MM resource royalties have accumulated from FLFN lands
 - + FLFN employment and service companies benefiting
 - ✘ 50 FT direct jobs in place
 - + Socio-economic benefit ~ 2-3X investment = \$200MM +
 - + Management team of expertise in-place & engaged

FLERC TODAY – TAKING STOCK

- ✘ NA Oil & Gas Industry is challenged by;
 - + An abundance of resource opportunity with insufficient funding – “buyer’s market”
 - + A largely ineffective model for FN participation
- ✘ FLERC is competitively advantaged by;
 - + It’s current is financial status – cash
 - + It’s ability to source funds for investment
 - + Success demonstrated as a FN company

FLERC – CORPORATE BUSINESS STRATEGY

✘ FLERC Pursuing Hybrid Strategy

- + Grow through new opportunity – sustainable new wealth
 - ✘ Four key initiatives
- + Maintain dividend shareholder for cash return
- + Commit to “best practice” operating/business approach
 - ✘ Function under solid ethical business practices – corporate values
- + “Scale-up” FN model of success
- + Control its own destiny – competency and capability
- + Create reputation as partner of choice

FLERC HYBRID BUSINESS STRATEGY – TACTICS/OPERATING INITIATIVES

× Four Key Initiatives

- + Drive new drilling on current lands
- + Acquire strategic assets
 - × E&P, utility, midstream or downstream opportunities
- + Establish position in two new oil “resource plays”
- + Develop new recovery technology for enhanced recovery of resources on FLFN lands

ENERGY DEVELOPMENT PROJECTS

- ✘ Energy East Pipeline Project - \$12 Billion
 - + 4,500 km pipeline
 - + 1.1 million bpd
- ✘ Kinder Morgan Pipeline Expansion - \$5.4 Billion
 - + Increasing capacity from 300,000 to 890,000 bpd

FIRST NATION COMMUNITY DEVELOPMENT

- ✘ First Nations have become reluctant towards negotiation with resource development projects.
- ✘ Canada fails to reconcile Canada's role as an energy producer.
- ✘ There are more than 600 major resource projects worth \$650-billion planned in Western Canada.
 - + First Nations have become major hurdle.
- ✘ Further opportunity for youth employment.