

CanBaikal at a Glance

CanBaikal Resources Inc. is a Canadian based oil and gas company operating in Russia. Its mission is to create wealth for shareholders by acquiring and producing large scale reserves of oil and gas in the prolific Siberian basin and other regions of the former Soviet Union. CanBaikal's first acquisition is an exploration and production license for the Untygey Block in the Surgut region of the Khanty-Mansiysk Okrug, Russia's most prolific oil and gas district. This 25 year license grants ownership and title to all production from the block, and CanBaikal may sell its production domestically or internationally. CanBaikal's license was the first to be granted to an international company by the Khanty-Mansiysk Administration.



CanBaikal is actively participating in future tenders and land sales to acquire more reserves. It is building the production infrastructure required to bring the Untygey Block into production and expects to have cash flow in 1998. CanBaikal's Russian operations are based in the city of Nefteyugansk.

CanBaikal combines extensive senior management experience in the Russian oil and gas sector, with Siberia's known enormous and relatively untapped reserves and an increasingly favourable operating environment. This unusual combination offers CanBaikal's investors a ground floor opportunity to participate in the emerging Russian oil and gas industry.