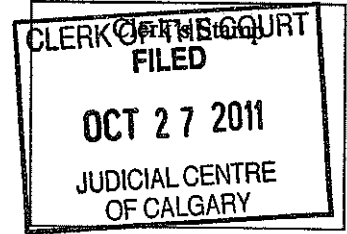


COURT FILE NUMBER 1101-02781
COURT COURT OF QUEEN'S BENCH OF ALBERTA
JUDICIAL CENTRE Calgary
PLANTIFF(S) IN THE MATTER OF THE COMPANIES' CREDITORS ARRANGEMENT ACT, R.S.C. 1985, c. C-36
AND IN THE MATTER OF FORTRESS ENERGY INC.
DOCUMENT **AFFIDAVIT OF J. CAMERON BAILEY**
(Discharge of Initial Order)



ADDRESS FOR SERVICE AND CONTACT INFORMATION OF PARTY FILING THIS DOCUMENT

Josef G.A. Krüger, Q.C.
Borden Ladner Gervais LLP
1900, 520 3rd Ave. S.W.
Calgary, AB T2P 0R3
Telephone: (403) 232-9563
Facsimile: (403) 266-1395
Email: jkruger@blg.com
File No.: 556409-000002



I, J. Cameron Bailey, of the City of Calgary in the Province of Alberta, MAKE OATH AND SAY AS FOLLOWS:

1. I am the President and Chief Executive Officer of Fortress Energy Inc. ("Fortress") and as such have knowledge of the matters hereinafter deposed to, except where stated to be based upon information and belief, in which case I believe the same to be true.
2. All capitalized terms not defined herein shall take the meaning given to them in the orders granted in these proceedings on March 2, 2011 (the "Initial Order") or in the prior affidavits sworn by me in these proceedings.

THIS IS EXHIBIT "A"
referred to in the Affidavit of
J. CAMERON BAILEY
Sworn before me this 27
day of OCTOBER, A.D. 2011.


A Commissioner for Oaths and
for the Province of Alberta

RHONDA MARIE LASTOCKIN
A Commissioner for Oaths in and for
the Province of Alberta
My Commission Expires on June 22, 2014



Canada Revenue Agency / Agence du revenu du Canada

Winnipeg MB R3C 3M2

SIGNALENERGY INC
PO BOX 1917 STN M
CALGARY AB T2P 2M2

Date of mailing	October 26, 2011
Business Number	89853 7295 RC0002
Tax year-end	December 31, 2004

0000060

CORPORATION NOTICE OF REASSESSMENT

RESULTS

This notice explains the results of our reassessment of the "T2 Corporation Income Tax Return" for the tax year indicated above. It also explains any changes we may have made to the return.

Result of this Reassessment : \$ 314,070.83 Cr

Please refer to the Summary and Explanation for additional information.

Reproduction

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Canada Revenue Agency
Agence du revenu du Canada

SIGNALENERGY INC

Page 2 of 3

Date of mailing	October 26, 2011
Business Number	89853 7295 RC0002
Tax year-end	December 31, 2004

CORPORATION NOTICE OF REASSESSMENT

SUMMARY OF REASSESSMENT

	Previous	\$ Reassessed	\$ Adjustment
Federal Tax:			
Part I			
Part I.3	317,696.00	0.00	317,696.00 Cr
Part II	0.00	0.00	0.00
Part III.1	0.00	0.00	0.00
Part IV	0.00	0.00	0.00
Part IV.1	0.00	0.00	0.00
Part VI	0.00	0.00	0.00
Part VI.1	0.00	0.00	0.00
Part XIII.1	0.00	0.00	0.00
Part XIV	0.00	0.00	0.00
Total Federal Tax Adjustment:			\$ 317,696.00 Cr
		Net balance:	\$ 317,696.00 Cr
Penalties:			
Subsection 162(1) failure to file penalty	4,008.32	0.00	54,008.32 Cr
Interest:			
Instalment interest			244.27 Cr
Arrears interest			69,430.09 Cr
Refund interest			72,692.15 Cr
		Result of this reassessment:	\$ 514,070.83 Cr

Linda Lizotte-MacPherson
Commissioner of Revenue

EXPLANATION

We have provided additional explanations of this reassessment in our letter which has been mailed under separate cover.

We have cancelled the failure to file penalty previously assessed under subsection 162(1) of the "Income Tax Act."

The amount of refund interest shown is taxable in the reporting period you receive it.

For general information regarding filing an objection, determining a corporation's losses, or reassessment periods, please refer to the "T2 Corporation Income Tax Guide" or visit our Web site at www.cra.gc.ca.

Please visit www.cra.gc.ca/mybusinessaccount to access your business information online.

For information about online requests available to business clients, visit www.cra.gc.ca/requests-business. This service allows clients to electronically request certain financial actions, additional remittance vouchers and other communication products, as well as reproductions of previously issued correspondence.

The Canada Revenue Agency also offers the convenience of Direct Deposit. For information about this service, please visit our Web site at www.cra.gc.ca or contact the number provided below.



Canada Revenue Agency / Agence du revenu du Canada

SIGNALENERGY INC

Page 3 of 3

Date of mailing	October 26, 2011
Business Number	89653 7295 RC0002
Tax year-end	December 31, 2004

000061

CORPORATION NOTICE OF REASSESSMENT

For information visit www.cra.gc.ca or contact:

Business Enquiries: 1-800-959-5525
 Winnipeg Tax Centre
 66 Stapon Road
 Winnipeg
 Fax

MS
 204-984-0418

Calgary Tax Services Office

Reproduction





Winnipeg MB R3C 3M2

SIGNALENERGY INC
PO BOX 1917 STN M
CALGARY AB T2P 2M2

Date of mailing October 26, 2011
Business Number 89853 7295 RC0002
Tax year-end December 31, 2005

000058

CORPORATION NOTICE OF REASSESSMENT

RESULTS

This notice explains the results of our reassessment of the "T2 Corporation Income Tax Return" for the tax year indicated above. It also explains any changes we may have made to the return.

Result of this Reassessment : \$ 11,49,037.53 cr

Please refer to the Summary and Explanation for additional information.

Reproduction

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Canada Revenue Agency
Agence du revenu du Canada

SIGNALENERGY INC

Page 2 of 3

Date of mailing	October 26, 2011
Business Number	89853 7295 RC0002
Tax year-end	December 31, 2005

CORPORATION NOTICE OF REASSESSMENT

SUMMARY OF REASSESSMENT

	\$ Previous	\$ Reassessed	\$ Adjustment
Federal Tax:			
Part I	623,177.00	0.00	623,177.00 Cr
Part I.3	0.00	0.00	0.00
Part II	0.00	0.00	0.00
Part III.1	0.00	0.00	0.00
Part IV	0.00	0.00	0.00
Part IV.1	0.00	0.00	0.00
Part VI	0.00	0.00	0.00
Part VI.1	0.00	0.00	0.00
Part XIII.1	0.00	0.00	0.00
Part XIV	0.00	0.00	0.00
Total Federal Tax Adjustment:			\$ 623,177.00 Cr
		Net balance:	\$ 623,177.00 Cr
Penalties:			
Subsection 162(1) failure to file penalty	105,940.09	0.00	105,940.09 Cr
Interest:			
Instalment interest			12,299.34 Cr
Instalment penalty			4,612.25 Cr
Arrears interest			303,008.85 Cr
Result of this reassessment:			\$ 1,049,037.53 Cr

Linda Lizotte-MacPherson
Commissioner of Revenue

EXPLANATION

We have provided additional explanations of this reassessment in our letter which has been mailed under separate cover.

We have cancelled the failure to file penalty previously assessed under subsection 162(1) of the "Income Tax Act."

For general information regarding filing an objection, determining a corporation's losses, or reassessment periods, please refer to the "T2 Corporation Income Tax Guide" or visit our Web site at www.cra.gc.ca

Please visit www.cra.gc.ca/mybusinessaccount to access your business information online.

For information about online requests available to business clients, visit www.cra.gc.ca/requests-business. This service allows clients to electronically request certain financial accounts, additional remittance vouchers and other communication products, as well as reproductions of previously issued correspondence.

The Canada Revenue Agency also offers the convenience of Direct Deposit. For information about this service, please visit our Web site at www.cra.gc.ca or contact the number provided below.



Canada Revenue Agency / Agence du revenu du Canada

SIGNALENERGY INC

Page 3 of 3

Date of mailing	October 26, 2011
Business Number	89653 7295 RC0002
Tax year-end	December 31, 2005

0000069

CORPORATION NOTICE OF REASSESSMENT

For information visit www.cra.gc.ca Contact:

Business Enquiries: 1-800-959-5525
Winnipeg Tax Centre
66 Stapon Road
Winnipeg
Fax

MB 204-984-0418

Calgary Tax Services Office

Reproduction





Canada Revenue Agency / Agence du revenu du Canada

Winnipeg MB R3C 3M2

Page 1 of 3

SIGNALENERGY INC
PO BOX 1917 STN M
CALGARY AB T2P 2M2

Date of mailing	October 26, 2011
Business Number	89853 7295 RC0002
Tax year-end	December 31, 2008

000055

CORPORATION NOTICE OF REASSESSMENT

RESULTS

This notice explains the results of our reassessment of the "T2 Corporation Income Tax Return" for the tax year indicated above. It also explains any changes we may have made to the return.

Result of this Reassessment : \$ 6,036,830.62 Cr

Please refer to the Summary and Explanation for additional information.

Reproduction





Canada Revenue Agency
Agence du revenu
du Canada

SIGNALENERGY INC

Page 2 of 3

Date of mailing	October 26, 2011
Business Number	89853 7295 RC0002
Tax year-end	December 31, 2006

CORPORATION NOTICE OF REASSESSMENT

SUMMARY OF REASSESSMENT

	Previous	\$ Reassessed	\$ Adjustment
Federal Tax:			
Part I	9,892,289.00	0.00	9,892,289.00 Cr
Part I.3	0.00	0.00	0.00
Part II	0.00	0.00	0.00
Part III.1	0.00	0.00	0.00
Part IV	0.00	0.00	0.00
Part IV.1	0.00	0.00	0.00
Part VI	0.00	0.00	0.00
Part VI.1	0.00	0.00	0.00
Part XIII.1	0.00	0.00	0.00
Part XIV	0.00	0.00	0.00
Total Federal Tax Adjustment:			\$ 9,892,289.00 Cr
Net Provincial and Territorial Tax/Credit:			
British Columbia	0.00	0.00	715,790.00 Cr
Total Net Provincial and Territorial Tax/Credit Adjustment:			\$ 715,790.00 Cr
		Net balance:	\$ 10,608,079.00 Cr
Penalties:			
Subsection 162(1) failure to file penalty	1,924,973.58	124,699.42	1,800,274.16 Cr
Interest:			
Instalment interest			32,156.71 Cr
Instalment penalty			17,058.77 Cr
Arrears interest			3,644,261.98 Cr
		Result of this reassessment:	\$ 16,095,430.62 Cr

Linda Lizotte-MacPherson
Commissioner of Revenue

EXPLANATION

We have provided additional explanations of this reassessment in our letter which has been mailed under separate cover.

For your information we have attached a statement explaining how we have calculated interest.

For general information regarding filing an objection, determining a corporation's losses, or reassessment periods, please refer to the "T2 Corporation Income Tax Guide" or visit our Web site at www.cra.gc.ca.

Please visit www.cra.gc.ca/mybusinessaccount to access your business information online.

For information about online requests available to business clients, visit www.cra.gc.ca/requests-business. This service allows clients to electronically request certain financial actions, additional remittance vouchers and other communication products, as well as reproductions of previously issued correspondence.

The Canada Revenue Agency also offers the convenience of Direct Deposit. For information about this service, please visit our Web site at www.cra.gc.ca or contact the number provided below.



Canada Revenue Agency / Agence du revenu du Canada

SIGNALENERGY INC

Page 3 of 3

Date of mailing	October 26, 2011
Business Number	89853 7295 RC0002
Tax year-end	December 31, 2006

000056

CORPORATION NOTICE OF REASSESSMENT

For information visit www.cra.gc.ca or contact:

Business Enquiries: 1-800-959-5525
 Winnipeg Tax Centre
 66 Stapan Road
 Winnipeg
 Fax

MB
 204-984-0418

Calgary Tax Services Office

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Canada Revenue Agency / Agence du revenu du Canada

Winnipeg MB R3C 3M2

SIGNALENERGY INC
PO BOX 1917 STN M
CALGARY AB T2P 2M2

Date of mailing	October 26, 2011
Business Number	89853 7295 RC0002
Tax year-end	April 19, 2007

0000053

CORPORATION NOTICE OF REASSESSMENT

RESULTS

This notice explains the results of our reassessment of the "T2 Corporation Income Tax Return" for the tax year indicated above. It also explains any changes we may have made to the return.

Result of this Reassessment :	\$	0.00
Result of reassessment for reporting period ending December 31, 2006 :	\$	1,096,830.62 Cr
Result of reassessment for reporting period ending December 31, 2005 :	\$	1,049,037.53 Cr
Result of reassessment for reporting period ending December 31, 2004 :	\$	514,070.83 Cr
Prior balance :	\$	17,454,743.07
Total changes :	\$	0.00

Please refer to the Summary and Explanation for additional information.

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SIGNALENERGY INC

Date of mailing October 26, 2011
Business Number 69853 7295 RC0002
Tax year-end April 19, 2007

CORPORATION NOTICE OF REASSESSMENT

SUMMARY OF REASSESSMENT

Federal Tax:	Previous	\$ Reassessed	\$ Adjustment
Part I	0.00	0.00	0.00
Part I.3	0.00	0.00	0.00
Part II	0.00	0.00	0.00
Part VII.1	0.00	0.00	0.00
Part IV	0.00	0.00	0.00
Part IV.1	0.00	0.00	0.00
Part VI	0.00	0.00	0.00
Part VI.1	0.00	0.00	0.00
Part XIII.1	0.00	0.00	0.00
Part XIV	0.00	0.00	0.00
Total Federal Tax Adjustment:			----- \$ 0.00
		Net balance:	----- \$ 0.00
		Result of this reassessment:	----- \$ 0.00
		Result of reassessment for reporting period ending December 31, 2006 :	\$ 16,096,830.62 Cr
		Result of reassessment for reporting period ending December 31, 2005 :	\$ 1,049,037.53 Cr
		Result of reassessment for reporting period ending December 31, 2004 :	\$ 514,070.83 Cr
		Prior balance:	\$ 17,454,743.07
		Total balance:	----- \$ 0.00

Linda Lizotte-MacPherson
Commissioner of Revenue

EXPLANATION

We have adjusted the T2 return based on a further review.

For general information regarding filing an objection, determining a corporation's losses, or reassessment periods, please refer to the "T2 Corporation Income Tax Guide" or visit our Web site at www.cra.gc.ca.

Please visit www.cra.gc.ca/mybusinessaccount to access your business information online.

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Canada Revenue Agency / Agence du revenu du Canada

SIGNALENERGY INC

Date of mailing	October 26, 2011
Business Number	89853 7295 RC0002
Tax year-end	April 19, 2007

0000054

CORPORATION NOTICE OF REASSESSMENT

For information visit www.cra.gc.ca or contact:

Business Enquiries: 1-800-959-5525
 Winnipeg Tax Centre
 66 Stapon Road
 Winnipeg
 Fax

MF 898537295
 -984-0418

Calgary Tax Services Office

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