

How do we operate?

Fortuna Energy strives to be a responsible corporate citizen and a good neighbor. The nature of our business regularly brings us into contact with many people across our operating regions. We are committed to working with each person in a fair, honest and open manner.

Safe and environmentally responsible operations are a top priority at Fortuna. Written standards, practices and plans — that meet or exceed all regulatory requirements — guide our operations and activities. We strive to create a working environment where accidents do not occur and in which employees, contractors and the public are not exposed to health and safety hazards.



Where do we operate?

Fortuna Energy's core operating area is in the Southern Tier of New York State. We have dozens of productive wells in Chemung, Schuyler, Steuben and Tioga counties. Active leasing and exploration is underway and planned for Broome, Cortland and Tompkins counties in New York and the Northern Tier counties of Bradford and Tioga in Pennsylvania. We are also developing gas reserves in the Tri-State area of Pennsylvania, Ohio and West Virginia.

Leasing – your choice.
Leasing with Fortuna –
your *best* choice.



Fortuna Energy Inc.

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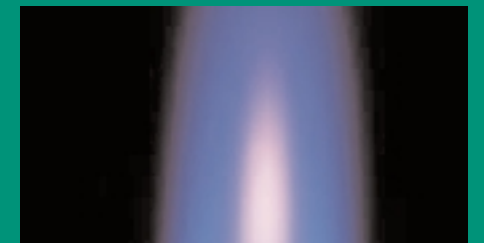
How can you contact us?

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24/7 Emergency Notification
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Who are we?

Fortuna Energy Inc. is the most successful natural gas exploration and production company in New York. Our office in Horseheads N.Y. is located in the center of our Twin Tiers operating area. Fortuna Energy is a subsidiary of Talisman Energy Inc. of Calgary, Alberta, Canada.

We are a team of people from many backgrounds. Oil and gas production is a global industry, but it's the collective effort of individuals that successfully produces energy. We are your neighbors and share similar personal commitments for the future of our communities.

Our business also draws on the skills and experience of dozens of local contractors and suppliers. Last year, we spent more than \$17 million buying local services and products to support our activities (leasing, drilling, facilities and pipeline construction, maintenance, etc). This new business activity helps to grow the local economy.



What do we do?

Using state-of-the-art technology, Fortuna Energy is helping reduce America's dependence on foreign energy. Advanced seismic exploration capabilities help us successfully locate deposits of natural gas. As experienced specialists in deep horizontal drilling technology, Fortuna is able to maximize production from every well. We have drilled far more deep, productive wells than any other company in New York.

Fortuna Energy explores to find and develop natural gas by:

- Leasing oil and gas rights on tracts of land
- Conducting seismic surveys to locate possible drilling sites
- Drilling wells and testing for economic viability
- Building gathering systems to tie productive wells to regional pipelines
- Operating the well to safely maximize production

We have information sheets that explain all of these steps. Please contact us for free copies, or visit our website at www.fortunaenergy.com.



What is our local impact?

Fortuna Energy Inc. has become the largest natural gas producer in New York. In fact in 2005, fifty of Fortuna's deep wells produced 74% of the natural gas originating in the state. Every productive well we drill helps to increase America's domestic supply.

Fortuna has a large capital spending program that is on track to invest \$91 million in 2006. This builds on the \$560 million that has already been invested in leased land, seismic exploration, wells and production facilities. We plan to continue leasing land to explore for new drilling locations. Our success is also encouraging many industry service companies to locate and invest here to support the plans of Fortuna and other operators.

In addition, each community with a producing well receives town, county and school taxes based on production. This tax totaled \$3 million in 2005. Fortuna Energy also believes that community organizations where we live and work should benefit from our operations. Donations are made to organizations that match our corporate guidelines and serve areas where we have facilities.



How can we work together?

Many local landowners are leasing their oil and gas rights to Fortuna Energy. We believe that leasing your land is your choice. We also believe that leasing your land with Fortuna is your best choice.

In order to explore for gas, Fortuna must first lease surface access and subsurface oil and gas rights. We have acquired more than 16,000 oil and gas leases covering one million acres.

When a well is successful, royalties are paid to the leaseholders. More than 2,500 people are currently receiving monthly royalty payments on our wells.

Successful natural gas production is a cooperative effort among many parties. Every employee, contractor, supplier, landowner, regulator and public official is essential to our success.



Exploration

Development

Investment

Opportunity