

P1 ENERGY CORP.

P1 Energy Corp. is a private Ontario company engaged in oil and gas exploration and development in Colombia which was founded and initially controlled by the principals of Delavaco Capital.

From December 8, 2009 through March 24, 2010, P1 raised \$15,100,000 by way of non-brokered private placements of 30,200,000 shares at \$0.50 per share.

Between February 5, 2010 and April 15, 2010, P1 raised \$40,350,006 by way of non-brokered private placements of 26,900,004 shares at an issue price of \$1.50 per share. On June 9, 2010, P1 issued 475,000 shares pursuant to a private placement at an issue price of \$1.50 per share for gross aggregate proceeds of \$712,500.

On June 10, 2010, P1 raised \$20 million by way of a brokered private placement of \$20 million unsecured subordinated convertible debentures. The debentures have an interest rate of 12%, are convertible into P1 shares at a price per share equal to 90% of the price per share pursuant to a financing conducted prior to December 31, 2010 or \$1.35 if no financing is conducted. Interest is payable in cash or shares at the option of the debenture holder.

On December 2, 2010, P1 raised \$50.9 million by way of a brokered private placement of subscription receipts. Each subscription receipt converted into one P1 share upon the amalgamation described below. On December 20, 2010 and following receipt of all necessary approvals from shareholders and debenture holders, P1 and APO Energy Inc. merged to form a new company which will carry on its business under the name P1 Energy Corporation. APO and P1 were both private Ontario companies engaged in oil and gas exploration, development and production in Colombia. The merged company, P1 Energy Corporation, also completed a \$60 million private placement of common shares valuing the combined company at approximately \$400 million.