

# DELAVACO ENERGY INC.

**Delavaco Energy Inc.** operates as an oil and gas exploration and production company in Canada founded and initially controlled by the principals of Delavaco Capital. As of October 22, 2009, Delavaco Energy is a wholly owned subsidiary of Alange Energy Corp.

On July 23, 2009, Delavaco Energy raised gross aggregate proceeds of US\$13,000,000 by way of a brokered private placement of 40,625,000 subscription receipts, at a price of US\$0.32 per subscription receipt. Each subscription receipt was convertible into units of one Common Share and one half of one Common Share purchase warrant. Each Common Share purchase warrant was exercisable to acquire one Common Share at an exercise price of US\$0.4829.

On September 30, 2009, Delavaco entered into an agreement with Alange Energy Corp in which Alange would acquire Delavaco by way of a three-corner amalgamation: Delavaco amalgamated with a wholly-owned subsidiary of Alange and holders of the common shares of Delavaco received common shares of Alange in exchange. This transaction was completed on October 22, 2009 for approximately C\$100 million.