

INDEMNITY AGREEMENT

TO: Lakeland Credit Union Ltd.
5016 50 Avenue, Box 8057
Bonnyville, Alberta
T9N 2J3

WHEREAS the undersigned has authorized and requested that Lakeland Credit Union Ltd. ("you") issue for its account a Standby Letter of Credit (the "Letter of Credit") in the principal amount of _____ in favour of _____.

AND WHEREAS the undersigned, in consideration of your issuing the Letter of Credit and any subsequent renewals thereof, has agreed to indemnify and save you harmless for any payments or other liability incurred by you in regard to the Letter of Credit.

NOW THEREFORE the undersigned agrees that it shall forever indemnify and keep you indemnified for any payments made by you under the terms of the Letter of Credit and for and against all costs, charges, damages, losses, claims, expenses, actions or other liability that you may suffer, incur or sustain as a result of or in any way relating to or in connection with the issuance of the Letter of Credit and your obligations thereunder. And is hereby authorized to debit our account with you with the amount of any such payments, together with 2.00 percent (2.00%) of the total amount of this Letter of Credit (\$200.00 minimum) for every twelve-month period, or part thereof.

The undersigned agrees that you are not, and shall not be, required to determine the sufficiency and validity of any drawings made under the terms of the Letter of Credit and such drawings when made in accordance with the terms of the Letter of Credit shall be your sufficient authority to pay thereunder notwithstanding that as between the undersigned and the beneficiary of the Letter of Credit such monies may not be due or owing or that the undersigned may not be liable therefore to the beneficiary.

The undersigned hereby pledges, assigns, and transfers to you all of its shares in your capital stock and all monies on deposit or to its credit in its share account with you which it now has or hereafter may have as security for its obligations and liabilities to you pursuant to this indemnity and for any and all costs and expenses incurred by you in regard thereto. Upon default of our obligations pursuant to this indemnity, you may make such disposition of the aforementioned security as you deem necessary or advisable including the sale and realization thereof and apply the proceeds to monies due and owing by the undersigned to you. The undersigned shall, at all times, remain liable for any deficiency between the net amount realized from such sale, disposition or realization and the amount outstanding owing to you.

Dated at _____ in the Province of Alberta, as of the ____ day of _____, 20____.

PER: _____

PER: _____