

NOTICE TO CREDITOR OF OILSANDS QUEST INC.

TO: [NAME]

On November 29, 2011, Oilsands Quest Inc. (“OQI”), applied for and received protection from its creditors by order of the Court of Queen’s Bench of Alberta (the “Court”) pursuant to the *Companies Creditors’ Arrangements Act* (the “CCAA”). Ernst & Young Inc. was appointed Monitor of OQI (the “Monitor”). It is the intention of OQI to propose a plan of compromise and arrangement to its creditors.

On June 28, 2012, the Court granted a further order prescribing a process by which the identity and status of all creditors of OQI and the amounts of their claims will be established for purposes of the CCAA proceedings (the “Claims Process Order”). A copy of the Claims Process Order may be viewed at www.ey.com/ca/oilsandsquest.

Pursuant to the Claims Process Order, the Monitor, in cooperation with OQI, is to send a notice to each known creditor of OQI (the “Notice to Creditor”) indicating the amount of such creditor’s claim as of November 29, 2011. In the case of the claims of creditors whose claims are disputed, a Notice to Creditor will be sent containing the amount which OQI is prepared to allow as a claim by such creditor.

All claims against OQI are listed as unsecured based on the records of OQI.

OQI HAS REVIEWED ITS RECORDS AND ACCEPTS THAT YOUR CLAIM AGAINST OQI, AS OF NOVEMBER 29, 2011, WAS AN UNSECURED CLAIM IN THE AMOUNT OF \$[insert \$ and currency].

IN THE EVENT THAT YOU AGREE WITH OQI’S ASSESSMENT OF YOUR CLAIM, YOU NEED TAKE NO FURTHER ACTION.

HOWEVER, IF YOU WISH TO DISPUTE OQI’S ASSESSMENT OF YOUR CLAIM, YOU MUST TAKE THE STEPS OUTLINED BELOW.

The Claims Process Order provides that if a creditor disagrees with the assessment of its claim set out in this Notice to Creditor, the creditor must complete and return to the Monitor, with a copy to OQI, a completed Proof of Claim advancing a claim in a different amount and/or claiming secured status if applicable, supported by appropriate documentation. A blank Proof of Claim form is enclosed. The Proof of Claim with supporting documentation must be received by the Monitor no later than **August 31**,

2012. If no such Proof of Claim is received by the Monitor by that date the amount of such creditor's claim and its status as secured or unsecured will be, subject to further order of the Court, conclusively deemed to be as shown in this Notice to Creditor.

The Claims Process Order also provides that any party who does not receive a Notice to Creditor and who wishes to advance a claim against OQI must complete and forward to the Monitor, with a copy to OQI, a completed Proof of Claim supported by appropriate documentation advancing its claim and claiming secured status if applicable, on or before **August 31, 2012.**

Claims not proven in accordance with the procedures set out above shall, unless otherwise ordered by the Court, be deemed to be forever barred and may not thereafter be advanced against OQI.

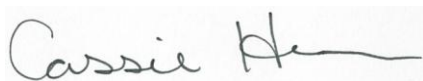
Where a Proof of Claim is sent OQI, with the cooperation of the Monitor, will review the Proof of Claim and the Monitor shall provide to the creditor a notice in writing by registered mail, by courier service, email or by facsimile as to whether the claim set out in the Proof of Claim is accepted, disputed in whole, or disputed in part. Where the claim is disputed in whole or in part, the Monitor will issue a Notice of Dispute indicating the reasons for the dispute.

The Claims Process Order further provides that where a creditor objects to a Notice of Dispute, the creditor must notify the Monitor, of the objection in writing by registered mail, courier service, email or facsimile within fifteen (15) days of receipt of the Notice of Dispute. The creditor shall thereafter serve on the Monitor, with a copy to OQI, a filed Notice of Motion with a supporting Affidavit in OQI's CCAA proceedings, returnable within ten (10) calendar days after it gave its notice of objection, for the determination by the Court of the claim in dispute.

If you have any questions regarding the claims process or the attached materials, please contact Jessica Caden of Ernst & Young Inc. at (403) 206-5153 or jessica.caden@ca.ey.com.

Dated the ____ day of July, 2012 in Calgary, Alberta

Ernst & Young Inc., in its capacity as
Monitor of Oilsands Quest Inc.

A handwritten signature in black ink, appearing to read 'Cassie Hern', written over a light blue horizontal line.

Cassie Hern, CA
Manger