This is Exhibit "U" to the Affidavit of Ronald J. Goguen sworn to on the 27th day of August 2012.

Jeffrey R. Parker
Commissioner of Oaths
Being a Solicitor

LANDDRILL GROUP
(LOAN/SECURITY SUMMARY)

OVERVIEW

The Landdrill Group

The Landdrill group of companies (the "**Landdrill Group**") consists of the following:

Corporate Name:	**Incorporated In:**
Landdrill International Inc. ("**Landdrill B.C.**")	B.C.
Landdrill Atlantic Ltd.	N.B.
Landdrill International Ltd. ("**Landdrill N.B.**")	N.B.
Landdrill Contract Mining Ltd.	N.B.
Nitasi Landdrill Limited Partnership ("**Nitasi**")	Quebec
Landdrill International Company Limited	H.K.
Landdrill International LLC	Mongolia
Landdrill International Inc ("**Landdrill Barbados**")	Barbados
Landdrill International Cooperatief U.A.	Netherlands
Landdrill International Nicaragua, S.A.	Nicaragua
Landdrill International Mexico S.A. de C.V. ("**Landdrill Mexico**")	Mexico
Landdrill International SARL	Mali
LLC Landdrill International	Russia

While there are many entities, the key players appear to be the following:

Landdrill B.C.
- The parent of the entire group.
- Borrower of the Sprott Credit Agreement.
- Borrower of the Norrep Credit Agreement.
- Borrower of the Convertible Debentures.
- Guarantor of the GE Credit Agreement.

Landdrill N.B.
- One of three N.B. subsidiaries.
- Borrower of the GE Credit Agreement.
- Guarantor of the Sprott Credit Agreement.
- Guarantor of the Norrep Credit Agreement.

Landdrill Mexico
- Mexican subsidiary.
- Guarantor of the Sprott Credit Agreement.
- Guarantor of the Norrep Credit Agreement.

Loan and Security Structure

Landdrill's indebtedness can be divided into 5 principal liabilities:

Norrep Credit Opportunities Fund, LP ("**Norrep**")	$8,000,000 (secured)
Sprott Resource Lending Partnership ("**Sprott**")	$4,000,000 (secured)
GE Canada Equipment Financing G.P. ("**GE**")	$1,200,000 (secured)
Convertible Debentures[1] ("**Debentures**")	$5,000,000 (unsecured)
Trade Debts	$10,000,000 (unsecured)
Total:	**$28,200,000**

A brief summary of each credit agreement and associated security is as follows:

Norrep

Borrower: Landdrill B.C.
Guarantors: Landdrill Group (excluding Nitasi)
Amount: $8,000,000
Interest: 12% p.a. (16% p.a. default interest)
Maturity: March 21, 2015
Governing Law: Ontario
Payment Terms:

- $5,000,000 due on April 22, 2013
- Not payable on demand.

Acceleration:

- On request of the Lender in the event of a material change in the capital structure of the Borrower not otherwise permitted.
- On request of the Lender following an Event of Default.

Events of Default:

- Failure to make payments when due.
- Failure to perform covenants.
  - 15 day cure period, but not for financial covenants and covenants related to the Debentures.
- Misrepresentations to the Lender.
  - 10 day cure period.
- Commencement of insolvency proceedings.
- Occurrence of an event of default under any other loan agreement evidencing indebtedness > $50,000.
- Change of control.
- Ceasing to be listed on certain stock exchanges.
- Material adverse change.

Security:

- APAAP from the Borrower and all Guarantors.
- 1st Ranking on everything except:
  - 2nd Ranking on Equipment of Landdrill N.B.
  - 2nd Ranking on Mexican Assets.
  - 2nd Ranking on pledged shares in Landdrill N.B., Landdrill Barbados and Landdrill Mexico.

[1] Note: Sprott owns $750,000 of these Convertible Debentures.

Sprott

Borrower: Landdrill B.C.
Guarantors:
- Landdrill N.B.
- Landdrill Barbados
- Landdrill Mexico

Amount: $4,000,000
Interest: 12% p.a. (+2% rollover fee every year)
Maturity: July 31, 2013
Governing Law: B.C.
Payment Terms:
- $100,000/month from August 31, 2011 to February 29, 2012.
- $150,000/month from March 30, 2012 onward.
- Some shortfall payments must be made monthly depending on Mexican accounts receivable.
- Not payable on demand.

Acceleration:
- Upon the occurrence of an Event of Default left uncured.
- Upon a sale of any business assets outside of the ordinary course of business, or completion of an equity financing.

Events of Default:
- Failure to make payments when due.
- Failure to perform covenants.
    - 5 day cure period.
    - Note some unusual covenants include:
        - No change in ownership of the Guarantors.
        - Must give notice of a default or event of default.
        - Must continue to employ Ron Goguen, Roger Rogers and Jake Burling.
        - No amendment or assignment of any material agreements of the Borrower or Guarantors.
        - Aggregate indebtedness may not exceed $20,000,000 secured and $25,000,000 total.
- Misrepresentations to the Lender.
- Commencement of insolvency proceedings.
- Enforcement of security which results in transfer of possession.
- Lender believes in good faith that the prospect of payment of the loan or performance of other terms has been or is about to be impaired.

Security:
- APAAP from the Borrower and all Guarantors.
- 1st Ranking on assets in Mexico and on pledged shares in Landdrill N.B., Landdrill Barbados and Landdrill Mexico.
- 3rd Ranking on Landdrill B.C.
- 3rd Ranking on Landdrill N.B.

GE

Borrower: Landdrill N.B.
Guarantors:
- Landdrill B.C.
- Landdrill Atlantic Ltd.
- Nitasi

Amount: $1,200,000
Interest: 9.042% p.a. (12% after default)
Maturity: ~September 2014
Governing Law: N.B.
Payment Terms:
- $50,995.48/month.
- Different installments in January / February.
- Not payable on demand.

Acceleration:
- Upon the occurrence of an Event of Default.

Events of Default:
- Failure to make payments within 10 days of due date.
- Misrepresentations to the Lender.
- Commencement of insolvency proceedings.
- Change of control.
- Material adverse change.
- Failure to meet the financial covenants in the Norrep Credit Agreement, even if waived by Norrep.

Security:
- APAAP from Landdrill N.B. and Landdrill B.C.
- 1st Ranking on equipment of Landdrill N.B.
- 1st Ranking on Nitasi.
- 2nd Ranking on other assets of Landdrill N.B.
- 2nd Ranking on all assets of Landdrill B.C.

Debentures

Borrower: Landdrill B.C.
Amount: $5,000,000
Interest: 10% p.a.
Maturity: January 31, 2013
Governing Law: N.B.
Payment Terms:
- Interest payable monthly in arrears.
- Not payable on demand.

Acceleration:
- At the option of the holder, upon the occurrence of an Event of Default.

Events of Default:
- Failure to make payments when due.
- Failure to perform covenants.
  - 10 day cure period.
  - Note some unusual covenants include:
    - Aggregate indebtedness may not exceed $30,000,000.
- Misrepresentations to the Lender.
- Commencement of insolvency proceedings.

Security: None.