

*Certificate of Authorization*

It is Hereby Certified by Rongsheng Machinery Manufacture LTD that from the date listed above Control Technology of Blackfalds, Alberta, Canada in Conformance with the Service Center Agreement is Appointment as the Sole and Exclusive Service and Repair Facility in Canada for all Well Control Equipment Manufactured by Rongsheng Petroleum Equipment Manufacture LTD.

Expiration Date July 31<sup>st</sup> , 2015

For and on behalf of Rongsheng Petroleum Machinery

— 王和 —

## **Service Center Agreement**

**Rongsheng Machinery Manufacture LTD. of Huabei Oilfield (Hereinafter "RS")**  
**Address: Renqiu City China**

**Control Technology Inc. (Hereinafter "CTI")**  
**Address: Red Deer Alberta Canada**

**KANA Energy Inc. (Hereinafter "KANA")**  
**Address: 3277 Parsons Road Edmonton AB Canada**

### **Background:**

- 1, RS mentioned in this agreement is a company which specializes in manufacturing and service of Well Control Equipments both for oil and nature gas well.
  - 2, CTI mentioned in this agreement is a company which not only sells Well Control Equipments, but also provides Rental, Service, Maintenance, and Inspection of those equipments.
  - 3, KANA mentioned in this agreement is the exclusive representative of RS in Canada who handles related issues.
- Now, therefore, all the parties hereby agree as follows:

### **Authorization and Validity**

- 1, RS authorizes CTI as its Service Center in Canada to be responsible for the Service, Maintenance and Inspection of RS's products. CTI should strictly follow the terms and conditions hereinafter mentioned; and the validity of this agreement is 3 years, from Aug. 1<sup>st</sup>, 2012 to July 31<sup>st</sup>, 2015. In addition, if all the parties agree to extend this agreement, the terms and conditions hereinafter mentioned should be followed.
- 2, After the expiration date of this agreement, RS agree to extend 12 months for the validity of this agreement if the terms and conditions keeps unchanged. In addition, the agreement will be allowed to extend another 12 months if all parties have no objection.

### **All parties further agree as follows:**

- 1, All parties should strictly keep all the confidential information received from the other party, including technical information, drawings, marketing information, financial informant etc; except the public information, the expired information, or getting the written permission from other party, or the agreement has expired for one year.



- 2, All the information received from the other party solely can be used to carry out the Service and Maintenance of BOPs covered by the End User purchase order.
- 3, Each party can not forward its authorized right to the third party without the written permission from the other party.

**RS further agree as follows:**

- 1, Provide the related technical information and business information, which is necessary for the Service, Maintenance, and Inspection of RS's products in Canada. The information that RS provided is free of charge or charges will be determined through the consultation of all the three parties.
- 2, Provide all the spare parts of RS's products purchased by CTI in a reasonable time.
- 3, If some clients in Canada directly come over to RS to ask for the Service, Maintenance, and Inspection, RS will inform CTI.
- 4, Certificate of Authorization is an indispensable part of this agreement.

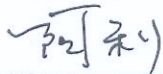
**CTI further agree as follows:**

- 1, Be responsible for the Service, Maintenance, and Inspection of all the RS's products in Canada.
- 2, All the spare parts for the RS's products should be purchased from RS.
- 3, To keep some inventory in its warehouse to meet the normal requirement for Service, Maintenance, and Inspection.
- 4, Can not make any commitment to its client on behalf of RS without RS's written permission.
- 5, Set up a sign inside CTI to indicate CTI is an authorized service center which is authorized by RS.

**Representative of**

**Rong Sheng Machinery Manufacture LTD. of Huabei Oilfield, Hebei**

Signature \_\_\_\_\_



**Representative of**

**Control Technology Inc.**

Signature \_\_\_\_\_



**Representative of**

**KANA Energy Inc.**

Signature \_\_\_\_\_

