

June 4, 2007

Cam Bateman, UTS Energy Corporation (Additional Information subsequent to presentation on May 24, 2007)

...we undertook to provide a written response to a question from Mr. Andre Plourde regarding the effect of removal of the ARTC on UTS Energy operations.

Question from Panel: "Could you please provide us an indication of how the removal of the Alberta Royalty Tax Credit affects UTS Energy operations?"

Answer from UTS Energy:

The impact of the elimination of Alberta Royalty Tax Credit ("ARTC") effective January 1, 2007 on UTS Energy Corporation is indirect, in that there is no direct impact on UTS' oil sands development or future oil sands operations, but there is an indirect implied impact on UTS' options to pursue conventional oil and gas opportunities, which may or may not impact UTS' oil sands development or future conventional oil operations. To the extent that UTS mitigates its oil sands energy needs through the pursuit of conventional oil and gas opportunities, the elimination of ARTC will negatively affect the economics of such conventional oil and gas opportunities available to UTS. Other oil sands developers and operators, such as Suncor Energy Inc. have successfully developed conventional production to hedge or offset their energy requirements for their oil sands operations. Also of note, is the fact that UTS has explored for conventional oil and gas in its past. UTS may have the opportunities to do so again in the near future. ARTC is a small incentive provided by the Alberta Government to help small companies, and as UTS is a small company in the development stage with only 24 employees currently, every element of support will go a long way to developing the 100% Albertan assets that make up UTS Energy Corporation.