

EARLY WARNING REPORT

This report is made pursuant to Section 111 of the *Securities Act* (British Columbia), Section 141 of the *Securities Act* (Alberta), Section 110 of the *Securities Act* (Saskatchewan), subsection 92(1) of the *Securities Act* (Manitoba), Section 101 of the *Securities Act* (Ontario), Section 147.11 of the *Securities Act* (Quebec) and National Instrument 62-103.

1. Name and Address of Offeror:

Libra Advisors, LLC (“Libra”)
909 Third Avenue,
New York, NY 10022

acting as investment advisor to Libra Fund LP and Libra Offshore, Ltd. (the “Funds”)

2. The designation and number of securities and the offeror's securityholding percentage in the class of securities of which the offeror acquired ownership or control in the transaction or occurrence giving rise to the obligation to file the news release, and whether it was ownership or control that was acquired:

The total of 4,871,298 common shares (“Shares”) of Storm Exploration Inc. (“Storm Exploration”), representing approximately 15.64% of the issued and outstanding Shares.

3. The designation and number of securities and the offeror's securityholding percentage in the class of securities immediately after the transaction or occurrence giving rise to the obligation to file the news release:

4,871,298 Shares, representing approximately 15.64% of the outstanding Shares.

4. The designation and number of securities and the percentage of outstanding securities of the class of securities over which

(i) the offeror, either alone or together with any joint actors, has ownership and control:

Libra has control over 4,871,298 Shares beneficially owned by the Funds.

(ii) the offeror, either alone or together with any joint actors, has ownership but control is held by other persons or companies other than the offeror or any joint actor:

Not applicable.

(iii) the offeror, either alone or together with any joint actors, has exclusive or shared control but does not have ownership:

Not applicable.

5. The market where the transaction or occurrence that gave rise to the news release took place:

The shares were issued from Treasury pursuant to the terms of a Plan of Arrangement.

6. The purpose of the offeror and any joint actors in effecting the transaction or occurrence that gave rise to the news release, including any future intention to acquire ownership of, or control over, additional securities of the reporting issuer:

The transaction was made as a result of a Plan of Arrangement for investment purposes. Libra may, from time to time, acquire additional Shares, dispose of some or all of the existing or additional Shares or may continue to hold the Shares.

7. The general nature and material terms of any agreement, other than lending arrangements, with respect to securities of the reporting issuer entered into by the offeror, or any joint actor, and the issuer of the securities or any other entity in connection with the transaction or occurrence giving rise to the news release, including agreements with respect to the acquisition, holding, disposition or voting of any of the securities:

Not applicable.

8. Names of any joint actors:

Libra Fund LP and Libra Offshore, Ltd.

9. In the case of a transaction or occurrence that did not take place on a stock exchange or other market that represents a published market for the securities, including an issuance from treasury, the nature and value of consideration paid by the offeror:

Plan of Arrangement – Exchange of shares on a share per share basis.

10. A description of any change in any material fact set out in a previous report by the entity under the early warning requirements in respect of the reporting issuer's securities:

Not applicable.

DATED at New York, NY this 9th day of July, 2004.

"Ranjan Tandon"

Ranjan Tandon, Managing Member