

LONG FORM APPROVAL NOTICE

CANADIAN SUPERIOR ENERGY INC. CLASS ACTION

NOTICE OF COURT APPROVAL OF CLASS ACTION SETTLEMENT AGREEMENT

PLEASE READ THIS NOTICE CAREFULLY AS IT MAY AFFECT YOUR LEGAL RIGHTS.

CLASS MEMBERS:

All persons who purchased securities (including, without limitation, Warrants and Special Warrants) of Canadian Superior Energy, Inc. ("Canadian Superior"), in Canada, from November 1, 2003 to March 11, 2004, inclusive (the "Class" or "Class Members").

Please be advised that the Ontario Superior Court of Justice (the "Ontario Court") and the Québec Superior Court (the "Québec Court" and, collectively with the Ontario Court, the "Courts") have approved the Canadian Superior Settlement Agreement reached in class actions initiated in the Courts. In those class actions, the plaintiffs allege that Canadian Superior and certain of its current and former officers and directors (collectively, the "Defendants") disseminated misrepresentations in connection with the drilling of an offshore, exploratory gas well, "Mariner I-85", in the Nova Scotia basin from November 2003 until March 2004.

1 SUMMARY OF THE AGREEMENT

The Defendants, while not admitting liability, will pay a sum of C\$2.15 million (the "Settlement Fund") to settle the claims of all Class Members.

Class Members will be eligible for compensation from the Settlement Fund if they timely submit a valid Claim and Release Form to the Claims Administrator.

The amount of each Class Member's compensation will depend on (1) the number of valid Claim and Release Forms that Class Members file with the Claims Administrator, (2) the number of Canadian Superior securities the Class Member purchased, (3) the dates on which the Class Member bought and sold Canadian Superior securities, and (4) whether the Class Member received or will receive compensation in connection with the settlement of parallel U.S. litigation, which was prosecuted in the United States Federal Court for the Southern District of New York under the caption *In re Canadian Superior Energy Inc. Securities Litigation, No. 04-CV-2020 (RO)* (the "U.S. Class Action").

Class Members will have until **July 11, 2006** to file a Claim and Release Form.

2 OPTING OUT

All persons who come within the definition of the Class will automatically be included in the Class unless they exclude themselves from the Class ("Opt Out").

If you would like to exclude yourself from this class proceeding, you can opt out by obtaining, completing and signing an "Opt Out Form", and sending it, by registered mail postmarked no later than **May 12, 2006** (the "Opt Out Deadline") to the Claims Administrator at the address listed below.

Residents of Québec must return the "Opt Out Form" to the clerk of the Québec Court before the Opt Out Deadline.

If you opt out you will not be eligible for any of the benefits of the Settlement Agreement. This means that you will be barred from making a claim and receiving payment pursuant to the Settlement Agreement.

3 LEGAL FEES The Courts collectively have awarded legal fees, expenses and applicable taxes to Class Counsel (as defined below) in the total amount of **\$697,762.86** (the "Fee"). Class Counsel were retained on a contingent basis such that they were only to be paid if they were successful in the litigation. Class Counsel were responsible for funding all disbursements incurred in pursuing this litigation. The Fee will be deducted from the Settlement Fund.

4 IMPORTANT DEADLINES **May 12, 2006 Opt Out Deadline**
July 11, 2006 Claim Deadline
Because of the deadlines, you must act without delay.

5 FURTHER INFORMATION A complete copy of the Settlement Agreement, and detailed information on how to obtain or file a Claim and Release Form or an Opt Out Form, are available on Class Counsel's website at www.classaction.ca and on the Claims Administrator's website at www.canadiansuperiorenergysettlement.ca. To obtain a paper copy of the Claim and Release Form or the Opt Out Form, please call the Claims Administrator at **1-866-879-4915**, or visit either of the above websites.

The law firm of *Siskind, Cromarty, Ivey & Dowler* ^{LLP} ("Siskinds") represents the Class Members residing in all jurisdictions other than Québec. Siskinds can be reached by telephone, toll-free, at **1-800-461-6166 Ext. 217**.

The law firm of *Siskinds, Desmeules* ("Desmeules" and, together with Siskinds, "Class Counsel") represents the Class Members residing in Québec. Desmeules can be reached by telephone at **(418) 694-2009**.

Crawford Class Action Services is the Claims Administrator. Please address any mail to the Claims Administrator as follows:

Claims Administrator
Canadian Superior Energy Securities Litigation
Suite 3-505, 133 Weber St. N.
Waterloo, ON N2J 3G9.

The address for the clerk of the Québec Court is, Québec Superior Court, Québec City Court House, 300, boul. Jean-Lesage, Québec City, (Québec) G1K 8K6.

If there is a conflict between the provisions of this Notice and the Settlement Agreement and any of its Schedules, the terms of the Settlement Agreement shall prevail.

PUBLICATION OF THIS NOTICE HAS BEEN AUTHORIZED BY THE ONTARIO SUPERIOR COURT OF JUSTICE AND THE QUÉBEC (COUR SUPÉRIEURE) SUPERIOR COURT