

The Depository Trust Company

IMPORTANT

B#: 2260

DATE: July 24, 2001

TO: All Participants

CATEGORY: Dividends

FROM: Nilesh Desai, Supervisor, Dividend Department

ATTENTION: Dividend Managers, Cashiers and Reorganization Managers

SUBJECT: Rights: Aurcana Corporation (New Common CUSIP#:051918209)
Spinoff from : Aurcana Corporation (Old common CUSIP#: 051918100) based on the record date of 7/06/01
Expires: 8/17/01 (4:00 p.m. Vancouver time)

*****WARNING TIME CRITICAL*****

It is imperative that participants read this notice in its entirety as it relates to a rights offering that is different than those normally offered by the Corporation.

Pursuant to a Plan of Reorganization, Aurcana Corporation (the "Corporation") is distributing Rights based on a consolidation of shares from Aurcana Corporation (Old Common CUSIP#: 051918100) to Aurcana Corporation (New Common CUSIP#:051918209) on the basis of 1 New Common Share for every 4 Old Common Share held. The effective date on the consolidation was 6/29/01. As a result of the consolidation, on 7/11/01 The Depository Trust Company ("DTC") adjusted the participants position from CUSIP#: 051918100 to CUSIP#: 051918209.

The Corporation is issuing to holders (collectively the "Holders" or "Shareholders") of its New Common Shares (CUSIP#:051918209) Rights evidenced by fully transferable certificates (the "Rights Certificates") to subscribe for its New Common Shares of the Corporation. Each Holder is entitled to one Right for every New Common Share held as adjusted to participants accounts on 7/11/01. This is after the consolidation of Old Common Share (CUSIP#:051918100) to New Common Shares (CUSIP#: 051918209) on the basis of 1 New Common Share for every 4 Old Common Shares held as of the Record Date of 7/6/01. Every four Rights will entitle the holder thereof to purchase one New Common Share at a price of \$0.15 (Canadian Funds) per New Common Share (the "Subscription Price") prior to 4:00 p.m. (Vancouver time) on August 17, 2001 (the "Expiry Date"). Fractional New Common Shares will not be issued.

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This offer of securities is made only in the provinces of British Columbia, Alberta and Ontario and those jurisdictions where it can lawfully be made. Persons resident in the United States are expressly excluded from the offer to subscribe for securities. This document is not, and under no circumstances is to be construed as, an offering of any securities for sale in any jurisdiction other than the provinces of British Columbia, Alberta and Ontario and those jurisdictions where it can lawfully be made or a solicitation therein of any offer to buy securities of the issuer.

Participants with eligible holders wishing to have the Rights released to them, must submit written instructions to the Depository Trust Company ("DTC") no later than 10:00 a.m. New York City time on 8/09/01. Participants must fax their instructions to the attention of Ray Lew at (212) 855-4545 and call (212) 855-4523 for confirmation of receipt. The instructions will be processed only after acceptance by the Subscription Agent, Equity Transfer Services Inc.

If instructions are not received, the Rights Agent will attempt to sell the Rights on DTC's behalf on a best effort basis.

THE DIVIDEND POSITION AND ALLOCATION HISTORY (DPAL) OPTION, ACCESSED VIA THE PTS DIVIDEND ANNOUNCEMENTS INQUIRY (DIVA) FUNCTION, SHOULD BE USED TO CONFIRM YOUR RECORD DATE POSITION HISTORY.

If participants have any questions regarding this Important Notice, please contact Mr. Ray Lew or Mr. John McCarthy of DTC's Stock Dividend Department at (212) 855-4523/4521.

If participants have any questions regarding the Right Offering, they may contact the Subscription Agent, Vanina Cigliutti at (416) 361-0930 Ext. 244.