

**ALBERTA SECURITIES COMMISSION**  
**CEASE TRADE ORDER AND REVOCATION**  
**OF MANAGEMENT CEASE TRADE ORDER**

**Pyramid Petroleum Inc.**

**Background**

Pyramid Petroleum Inc. (the **Issuer**) is a reporting issuer under the *Securities Act* (Alberta) (the **Act**).

The Issuer failed to file annual audited financial statements, annual management discussion and analysis, and certification of annual filings for the year ended December 31, 2008 (collectively, the **Unfiled Documents**).

The Executive Director of the Alberta Securities Commission (the **Executive Director**) may, in the case of such a default, order that all trading in or purchasing cease in respect of the securities of the Issuer. However, in April, 2009, the Issuer requested instead the issuance of an order that certain named insiders cease trading in or purchasing securities of the Issuer pending the Issuer filing the Unfiled Documents, it being represented that such filing could be expected to occur on or before June 29, 2009.

The Issuer's request was granted and it was ordered on May 1, 2009 that Ilyas Chaudhary and Jim Frazier cease trading in or purchasing, directly or indirectly, securities of the Issuer (the **MCTO**).

The Issuer subsequently informed the Alberta Securities Commission that it no longer expects to file its Unfiled Documents on or before June 29, 2009.

Pursuant to subsection 17(2) of the Act, the Executive Director has made an Authorization Order dated April 23, 2008 (the **Authorization**) authorizing the undersigned to revoke certain orders issued under section 33.1 of the Act, which includes the MCTO, and to issue orders under section 33.1 of the Act.

**Decision**

The undersigned, being of the opinion that it would not be prejudicial to the public interest to do so, orders under the Authorization that:

- (a) the MCTO is revoked; and
- (b) trading in or purchasing cease in respect of the securities of the Issuer until this order has been revoked or varied.

June 22, 2009

*“original signed by”*

Blaine Young

Associate Director, Corporate Finance