

The poster features a large orange rectangle on the left with the text "Freehold ROYALTY TRUST" in white, "Celebrating 10 years" in a smaller white font, and "THE ROYALTY ADVANTAGE" at the bottom. To the right is a dark grey vertical bar with a list of cities and dates, and a background image of an oil pumpjack in a field.

**Freehold**  
ROYALTY TRUST

Celebrating 10 years

THE ROYALTY ADVANTAGE

**Vancouver**  
November 21

**Victoria**  
November 22

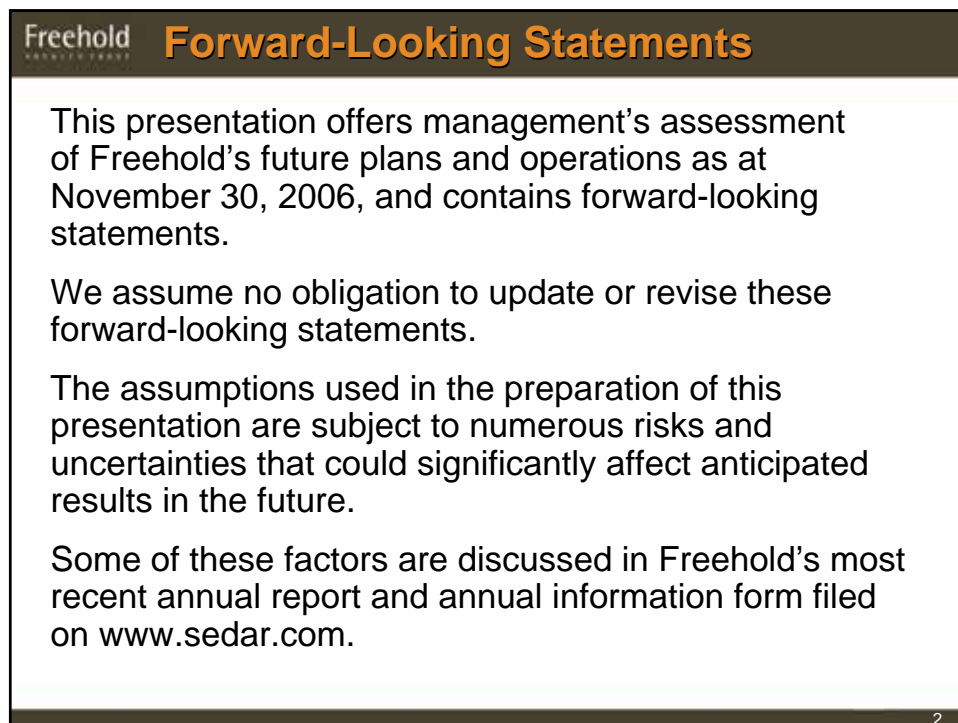
**Kelowna**  
November 23

**Toronto**  
November 30

**Montreal**  
December 1

**Calgary**  
December 5

**Winnipeg**  
December 7



The slide has a dark header with the Freehold logo and the title "Forward-Looking Statements" in orange. The main content is white text on a dark background, detailing the assessment of future plans and operations as of November 30, 2006, and the risks associated with forward-looking statements.

**Freehold**  
ROYALTY TRUST

**Forward-Looking Statements**

This presentation offers management's assessment of Freehold's future plans and operations as at November 30, 2006, and contains forward-looking statements.

We assume no obligation to update or revise these forward-looking statements.

The assumptions used in the preparation of this presentation are subject to numerous risks and uncertainties that could significantly affect anticipated results in the future.

Some of these factors are discussed in Freehold's most recent annual report and annual information form filed on [www.sedar.com](http://www.sedar.com).

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**Freehold** **What Differentiates Freehold?**

- 1** Pure Play: royalty advantage yields superior netbacks
- 2** Diversified asset base and revenue stream
- 3** Stable, long-life reserves, excellent growth potential
- 4** Conservative management, focused on delivering value to Unitholders

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**Freehold** **Freehold: A Piece of Canadian History**

*Typical configuration of HB Lands after Confederation*

|                                    |                                    |
|------------------------------------|------------------------------------|
| <b>1670</b> Company of Adventurers | <b>1973</b> Siebens Oil & Gas Ltd. |
| <b>1867</b> Confederation          | <b>1979</b> Canpar Holdings Ltd.   |
| <b>1926</b> Hudson's Bay Company   | <b>1996</b> Freehold Royalty Trust |

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**Freehold** **Governance**

**Board of Freehold Resources Ltd.**

- 7 directors; majority are independent
- Independent board chair
- Independent committee chairs

*Top:* William Siebens  
(Chair of the Board)

*Middle:* Nolan Blades  
Harry Campbell  
Tullio Cedraschi

*Bottom:* Peter Harrison  
Michael Maher  
David Sandmeyer  
(President & CEO)



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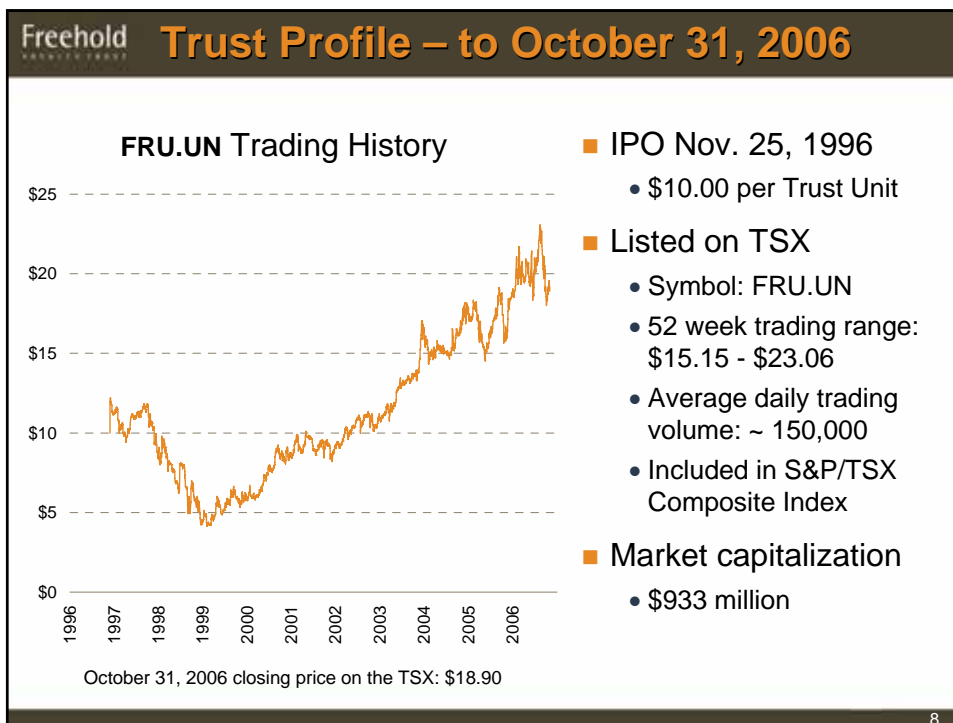
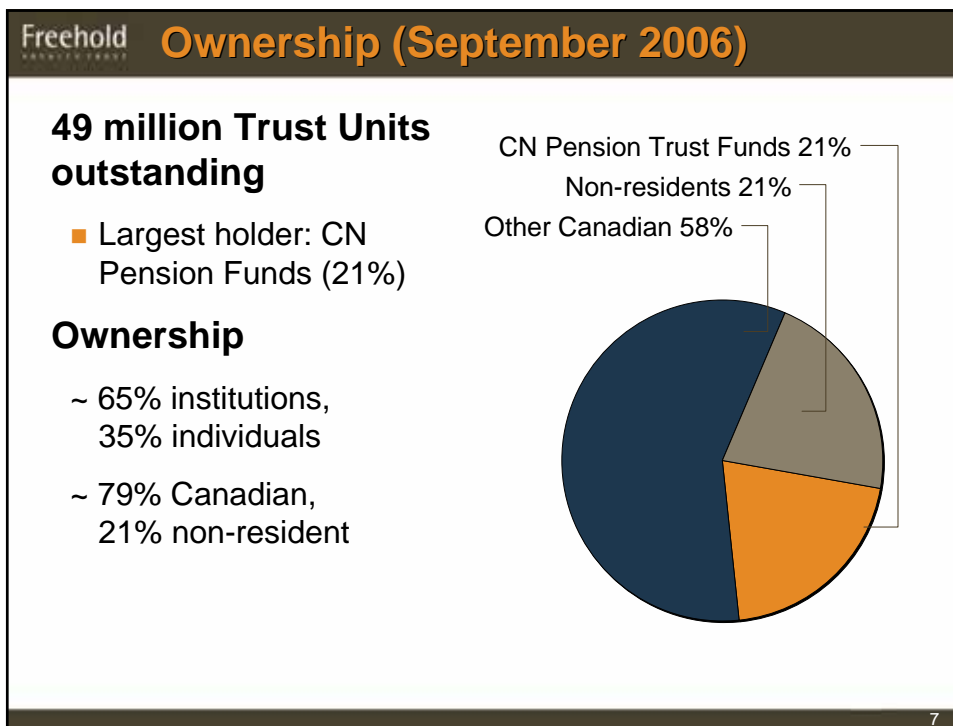
**Freehold** **The Manager**

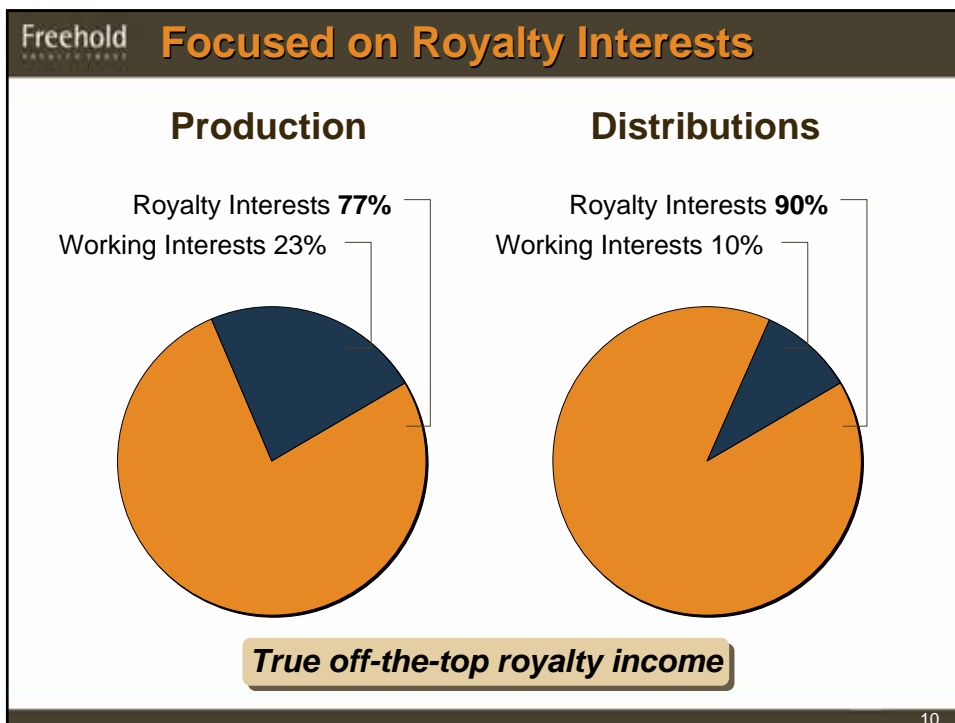
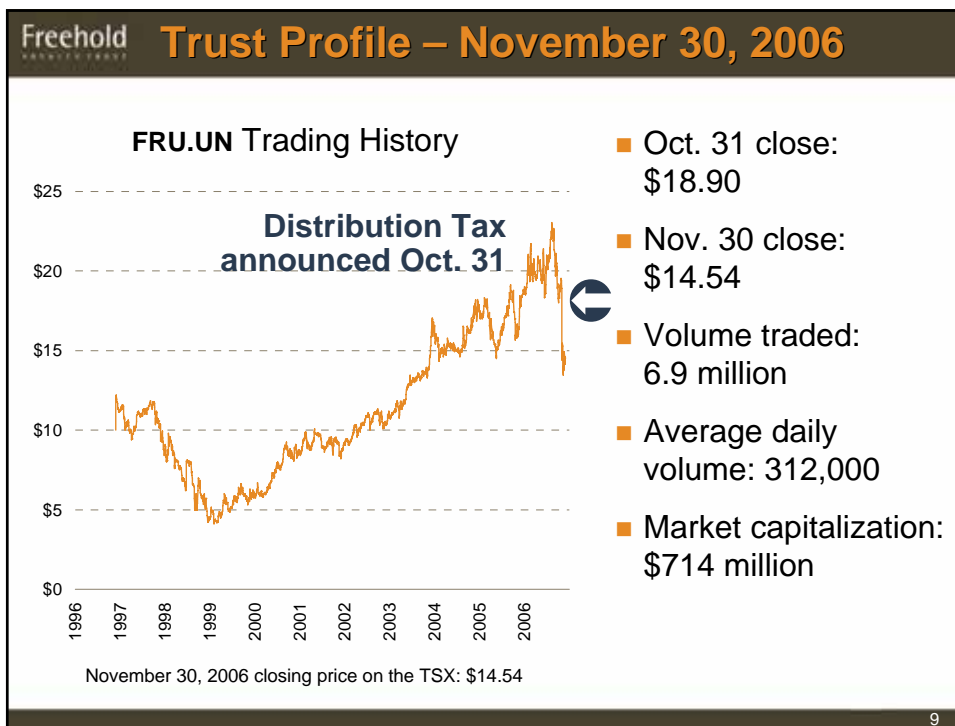
**Rife Resources Management Ltd.**

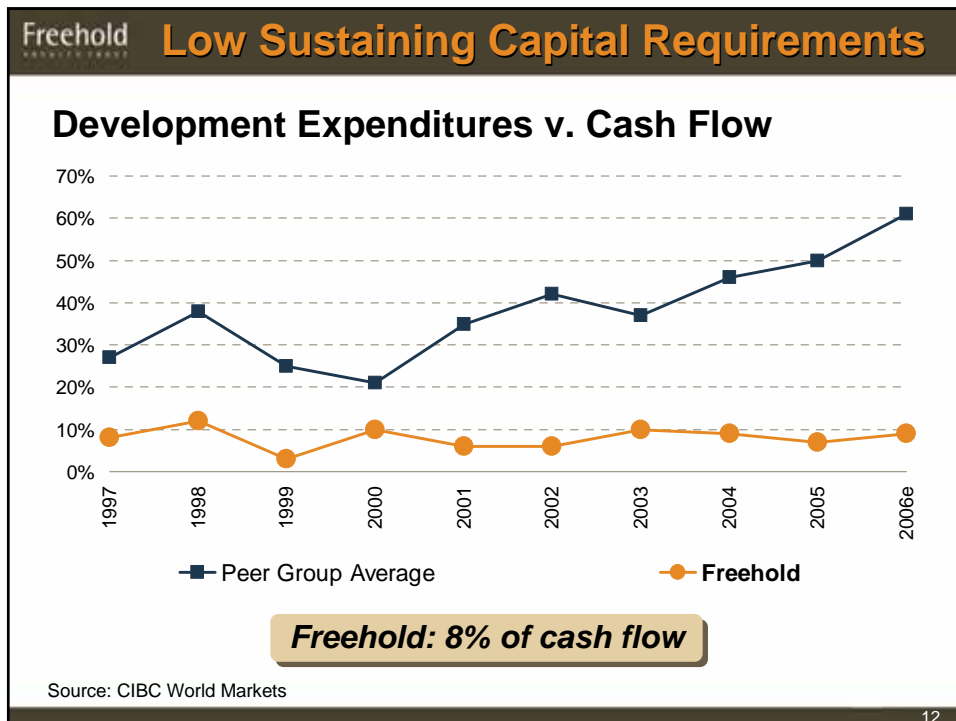
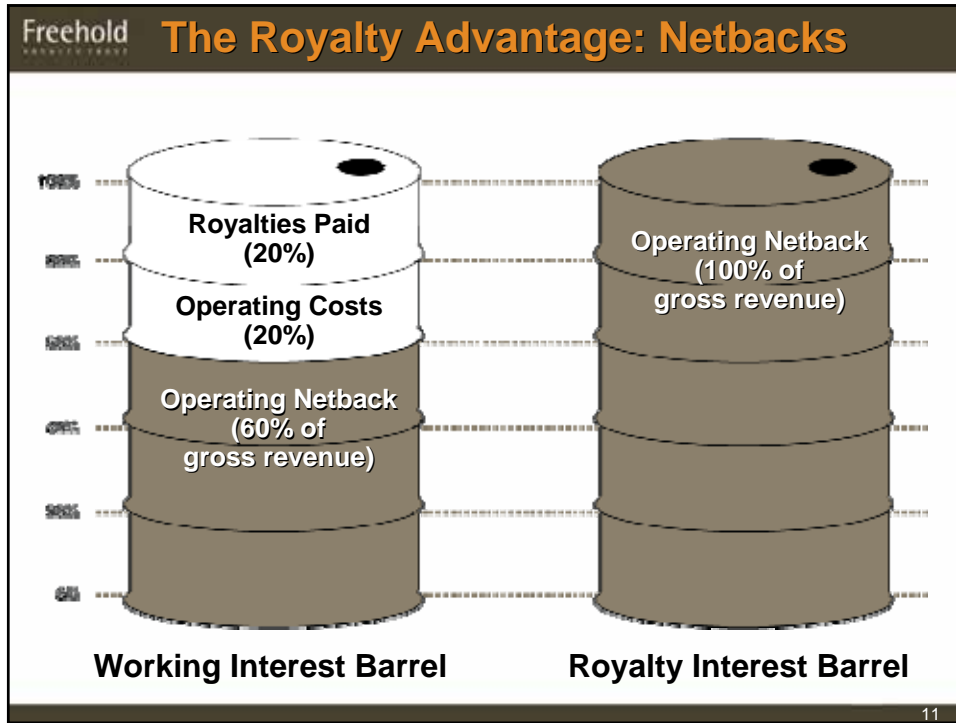
- Owned by CN Pension Trust Funds
- Manages production of 20,000 boe/d
  - On behalf of Freehold, Rife Resources and Canpar Holdings
- Management fee paid in Trust Units
  - 35,654 Trust Units per quarter
- Experienced management team
  - Senior management  
20+ years with Rife

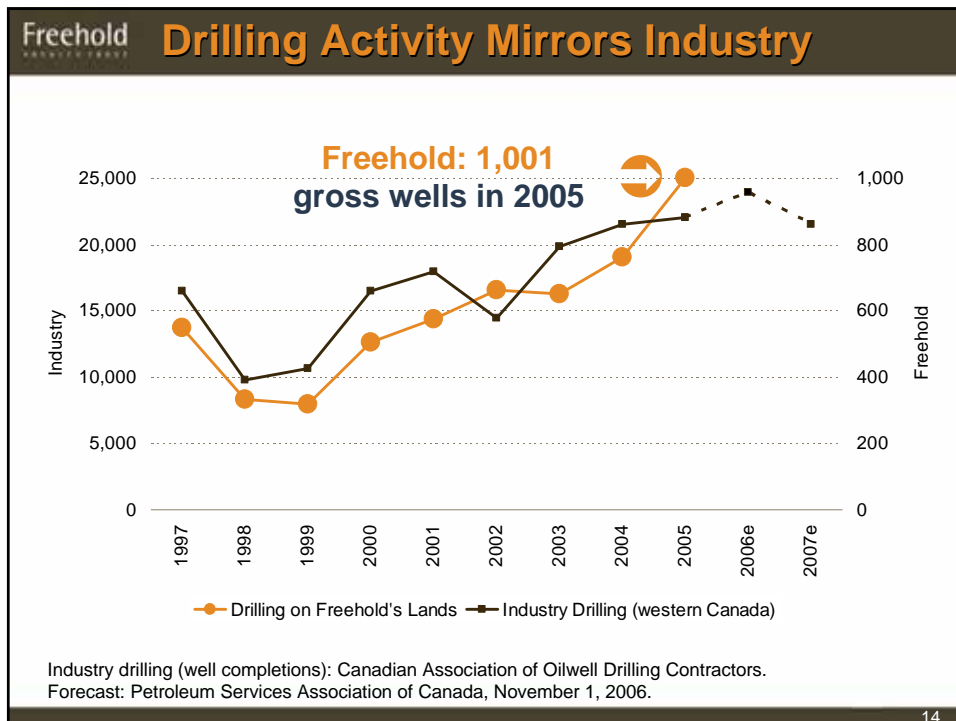
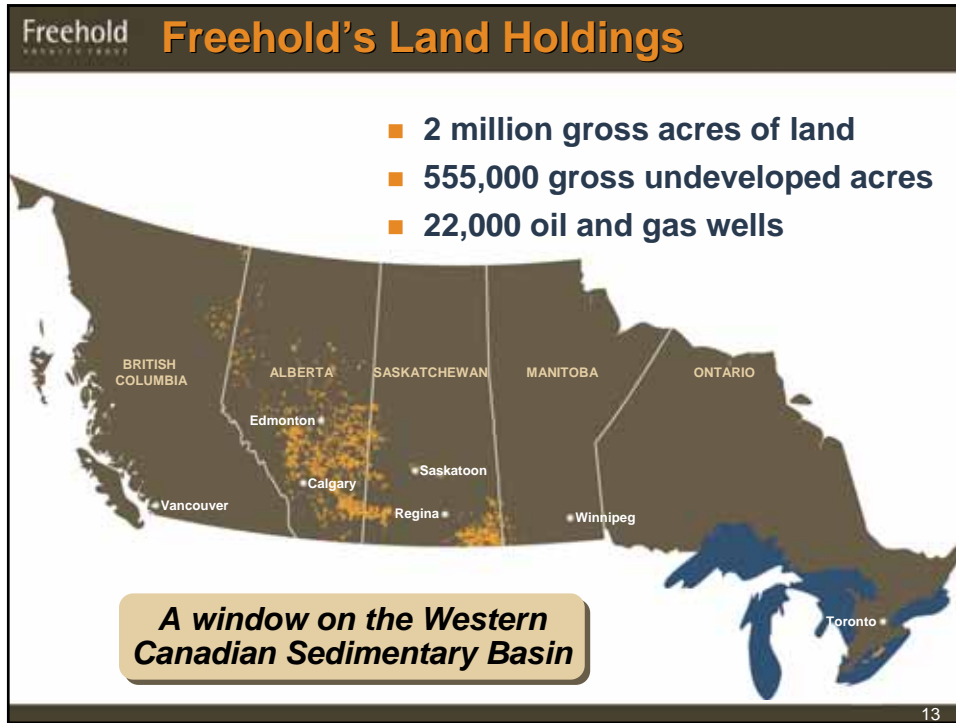


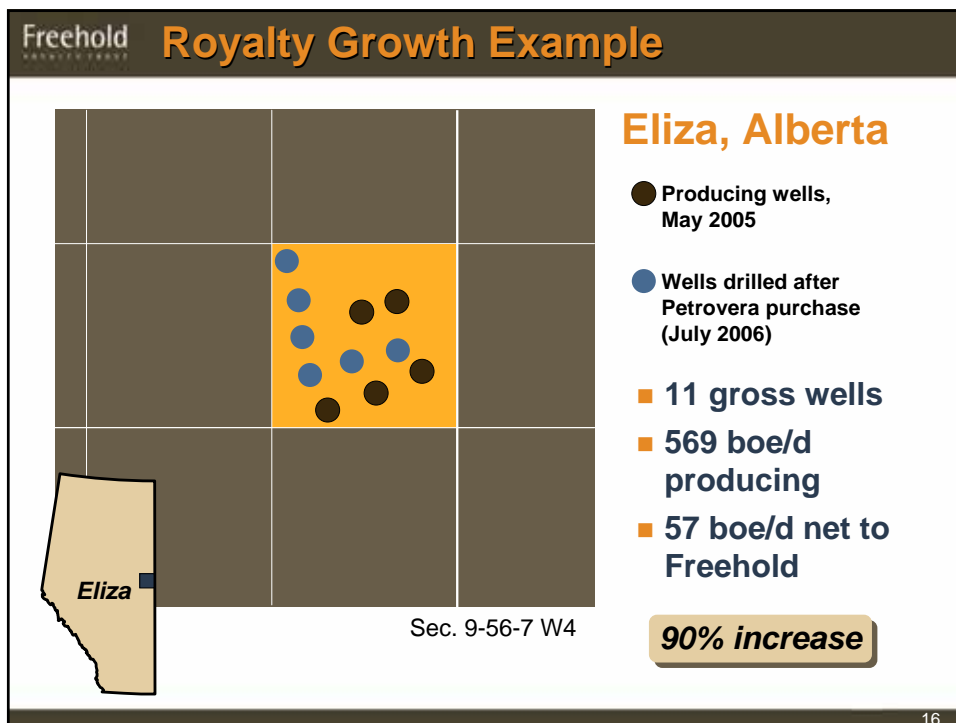
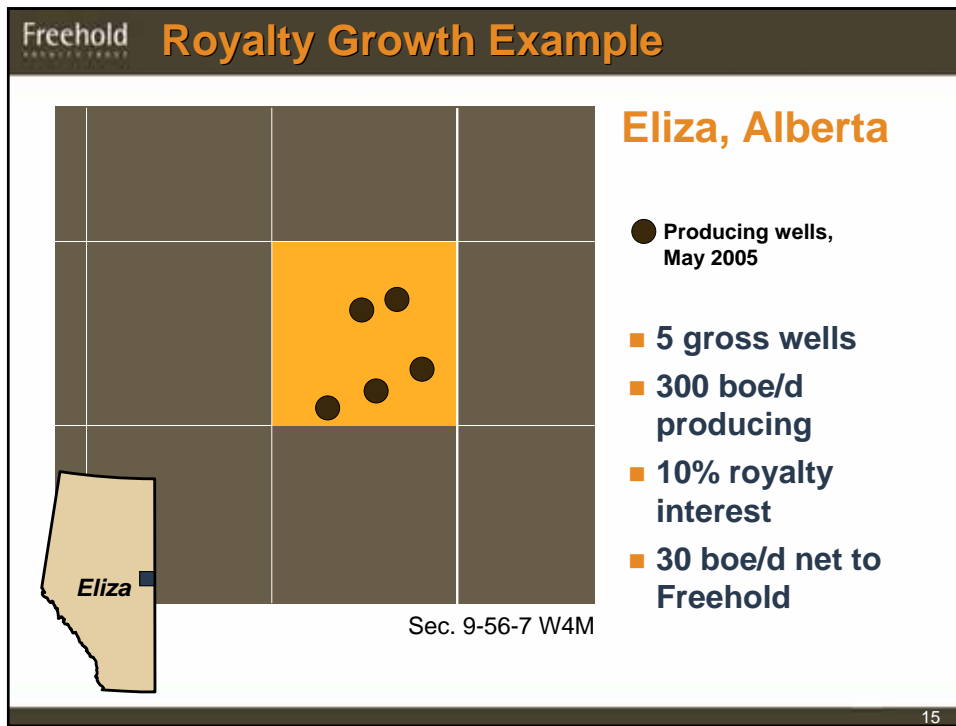
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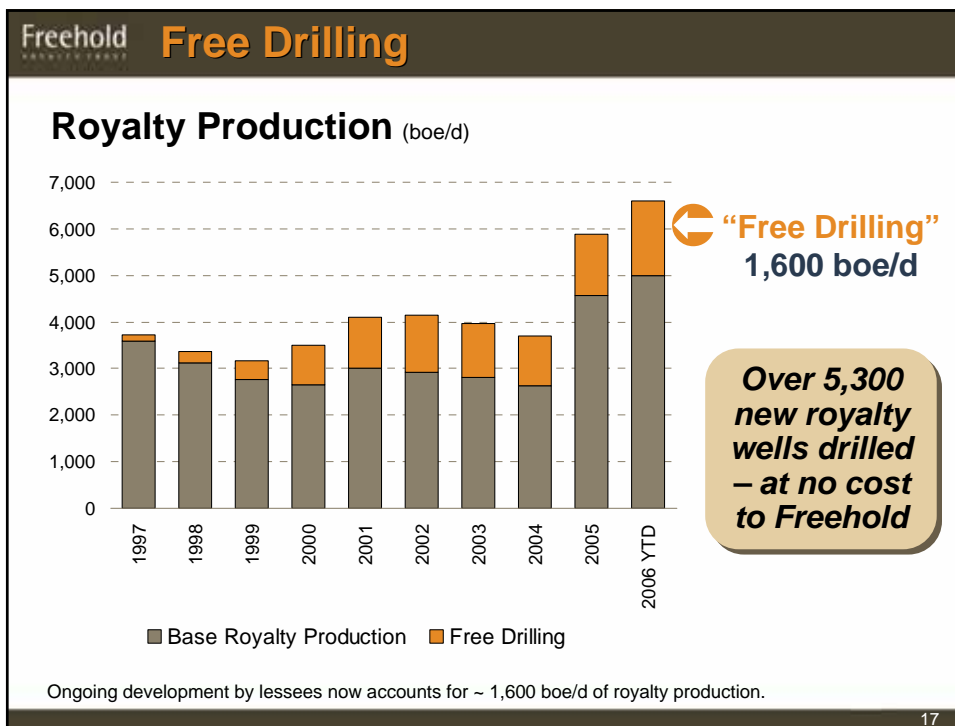












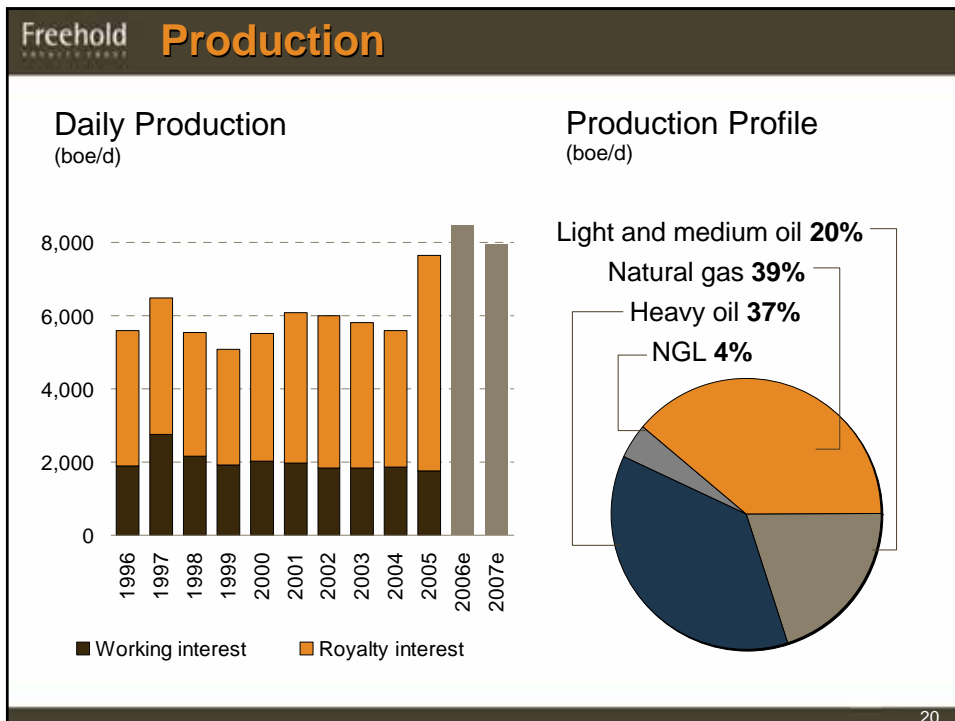
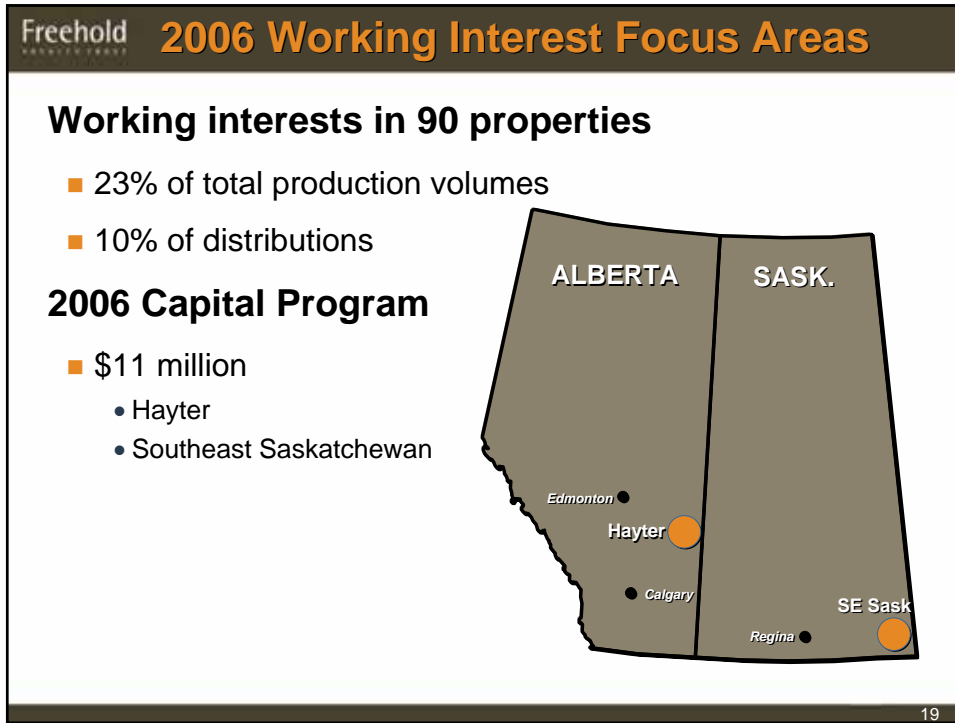
**Freehold** **Acquisition Strategy**

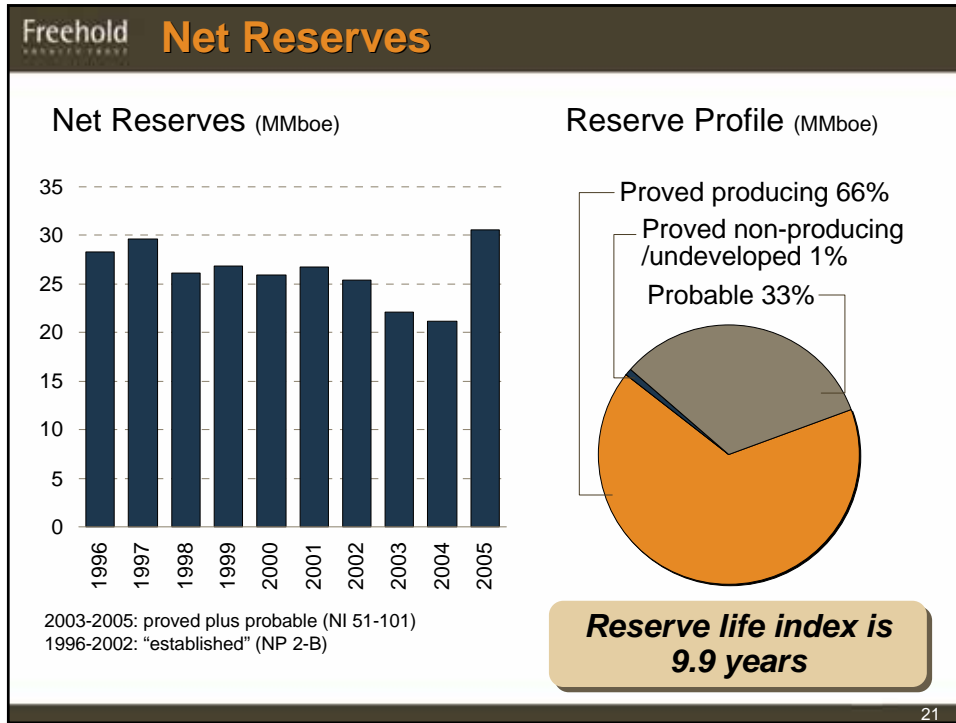
### Acquire high-quality assets

- Accretive on a per Trust Unit basis
- Targeting royalty production
- Must be the right kind of asset, at an appropriate price

**Solid track record of quality acquisitions**

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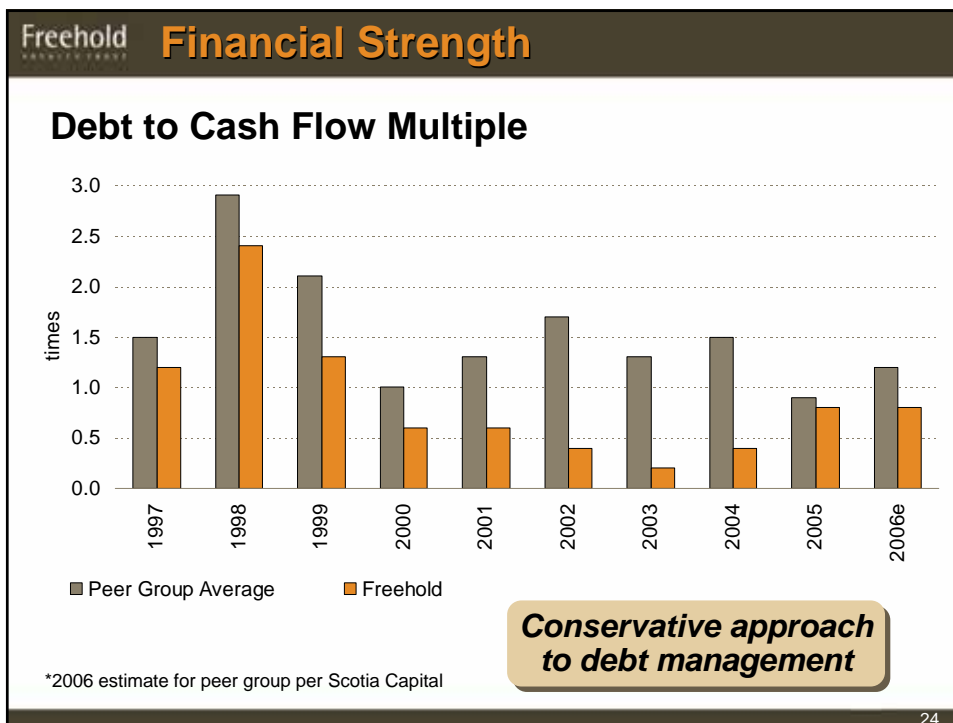


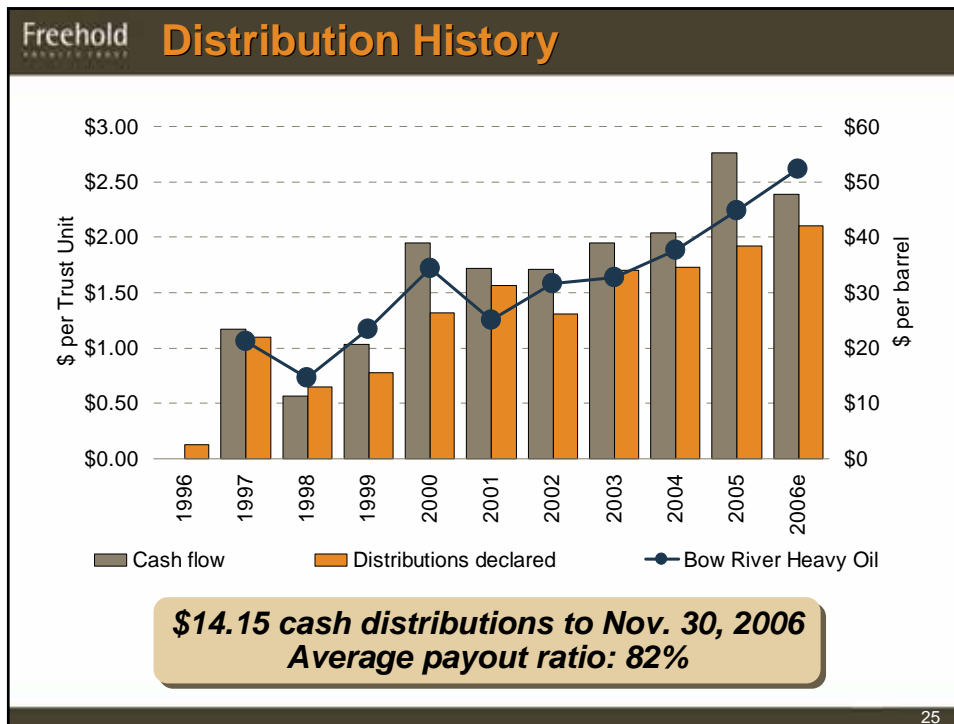


**Freehold** **2006 Year-to-Date Results**

| Nine months ended Sept. 30            | 2006         | 2005  | Change |
|---------------------------------------|--------------|-------|--------|
| Average daily production (boe/d)      | <b>8,445</b> | 7,264 | ↑ 16%  |
| Average price realizations (\$/boe)   | <b>47.61</b> | 45.92 | ↑ 4%   |
| Gross revenue (\$000s)                | <b>110.9</b> | 92.4  | ↑ 20%  |
| Cash flow (\$000s)                    | <b>92.5</b>  | 79.3  | ↑ 17%  |
| Distributions to Unitholders (\$000s) | <b>79.5</b>  | 53.4  | ↑ 49%  |
| Per Trust Unit (\$/unit)              | <b>1.62</b>  | 1.28  | ↑ 27%  |
| Long-term debt (\$000s)               | <b>98.0</b>  | 118.0 | ↓ 17%  |

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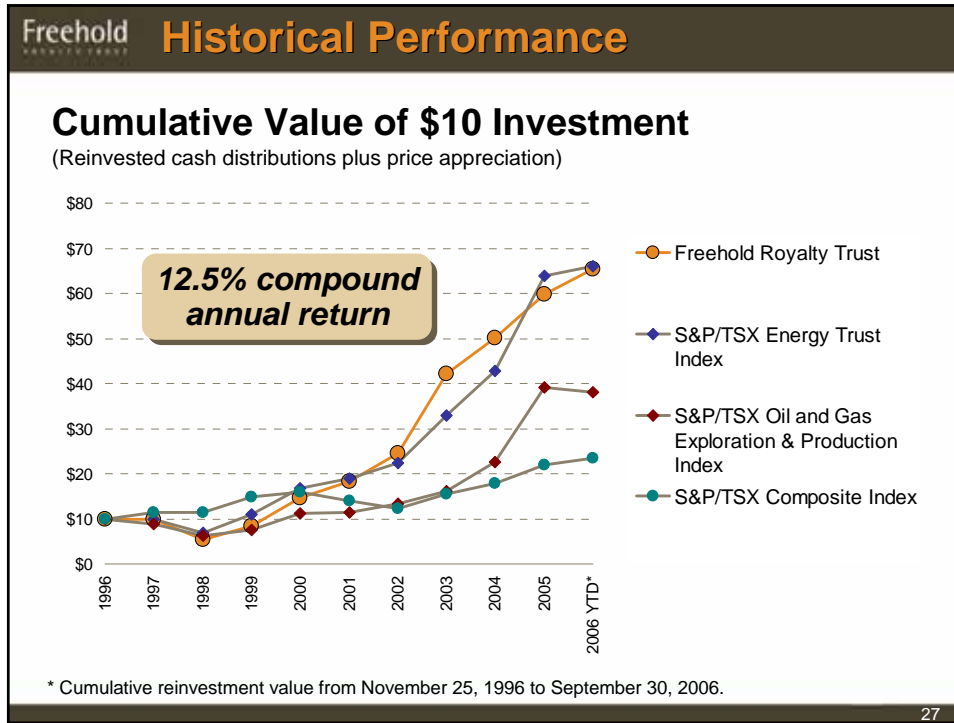


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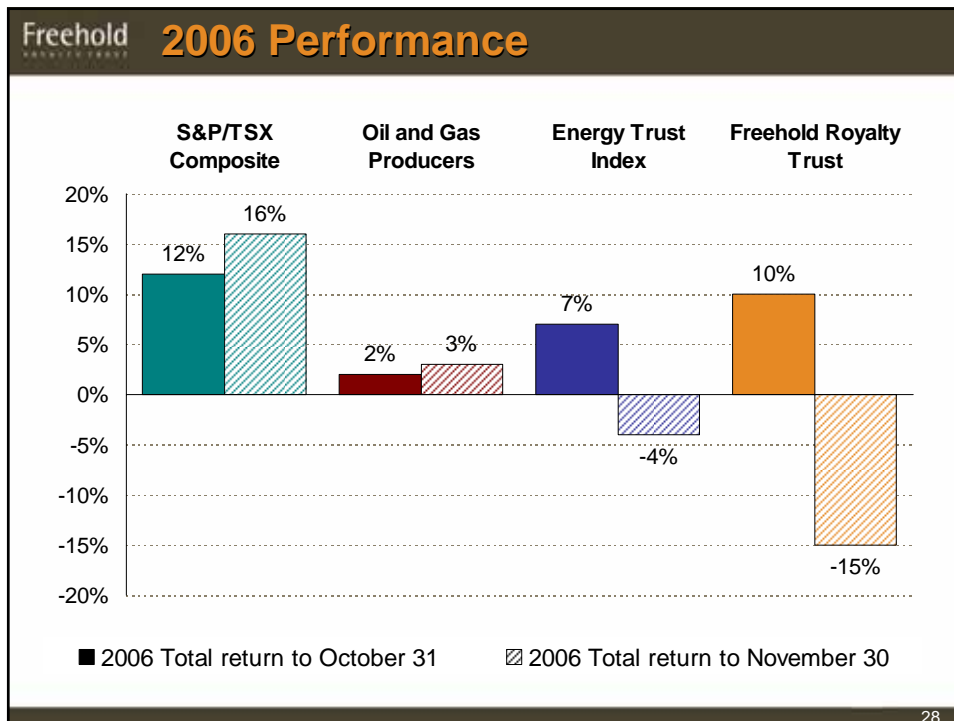
### Freehold 2007 Distribution Guidance

|                                                        |               |
|--------------------------------------------------------|---------------|
| <b>Forecast cash distributions (\$ per Trust Unit)</b> | <b>1.80</b>   |
| <b>Assumptions:</b>                                    |               |
| Average daily production (boe/d)                       | <b>7,950</b>  |
| Average WTI oil price (US\$/bbl)                       | <b>62.50</b>  |
| Average AECO natural gas price (Cdn\$/Mcf)             | <b>7.25</b>   |
| Average light/heavy oil price differential (Cdn\$/bbl) | <b>25.00</b>  |
| Average exchange rate (Cdn\$/US\$)                     | <b>0.90</b>   |
| Average operating costs (\$/boe)                       | <b>3.00</b>   |
| Average general and administrative costs (\$/boe)      | <b>2.10</b>   |
| Capital expenditures (\$ millions)                     | <b>8.0</b>    |
| Long-term debt at year-end (\$ millions)               | <b>98</b>     |
| Weighted average Trust Units outstanding (000s)        | <b>49,100</b> |
| Payout ratio (%)                                       | <b>89</b>     |
| Expected taxable portion of distributions (%)          | <b>100</b>    |

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**Freehold** **Proposed Federal Tax Changes\***

| Effective 2011<br>Investor Type                               | Current System    |                           | New System        |                           |
|---------------------------------------------------------------|-------------------|---------------------------|-------------------|---------------------------|
|                                                               | Trust<br>(income) | Corporation<br>(dividend) | Trust<br>(income) | Corporation<br>(dividend) |
| Taxable Canadian residents <sup>1</sup>                       | 46%               | 46%                       | <b>45.5%</b>      | <b>45.5%</b>              |
| Canadian tax-deferred accounts (RRSP, RRIF, RPP) <sup>2</sup> | 0%                | 32%                       | <b>31.5%</b>      | <b>31.5%</b>              |
| Taxable U.S. investors <sup>3</sup>                           | 15%               | 42%                       | <b>41.5%</b>      | <b>41.5%</b>              |

\* Source: Department of Finance Backgrounder  
 1 Assumes that top personal income tax rates apply  
 2 Personal tax will also apply when funds are withdrawn from registered plans  
 3 Canadian taxes only. U.S. tax will also apply in most cases

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**Freehold** **Taxable Manitoba Resident**

| Example:<br>Taxable Canadian Investor<br>(Manitoba Resident) | Effective 2011     |               |                          |                |
|--------------------------------------------------------------|--------------------|---------------|--------------------------|----------------|
|                                                              | Current System     |               | New System               |                |
|                                                              | Tax %              | \$            | Tax %                    | \$             |
| Distribution declared                                        |                    | 100.00        |                          | 100.00         |
| Distribution tax - federal                                   | 0%                 | ↓             | 18.5%                    | (18.50)        |
| Distribution tax – additional                                | 0%                 |               | <u>13.0%<sup>1</sup></u> | <u>(13.00)</u> |
| <b>Distribution to Unitholder</b>                            | <b>0%</b>          | <b>100.00</b> | <b>31.5%</b>             | <b>68.50</b>   |
| Personal income tax <sup>2</sup>                             | 46.4% <sup>3</sup> | (46.40)       | 23.8% <sup>4</sup>       | (16.30)        |
| Cash distribution                                            |                    | <b>53.60</b>  |                          | <b>52.20</b>   |

**Tax impact should be minimal for a taxable Manitoba resident**

1 In lieu of provincial tax  
 2 Assumes that top personal income tax rates apply for a Manitoba resident  
 3 Distribution taxed as ordinary income  
 4 Distribution taxed as dividend income, net of dividend tax credit

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**Freehold** **Tax-deferred Manitoba Resident**

| Example: Tax-deferred Manitoba Resident | Effective 2011 |               |                    |              |
|-----------------------------------------|----------------|---------------|--------------------|--------------|
|                                         | Current System |               | New System         |              |
|                                         | Tax %          | \$            | Tax %              | \$           |
| Distribution declared                   |                | 100.00        |                    | 100.00       |
| Distribution tax - federal              | 0%             | ↓             | 18.5%              | (18.50)      |
| Distribution tax – additional           | 0%             | ↓             | 13.0% <sup>1</sup> | (13.00)      |
| <b>Distribution to Unitholder</b>       |                | <b>100.00</b> | <b>31.5%</b>       | <b>68.50</b> |
| Personal income tax <sup>2</sup>        | 0%             | ↓             | 0%                 | ↓            |
| Cash distribution <sup>3</sup>          |                | <b>100.00</b> |                    | <b>68.50</b> |

**Distribution will decline by 31.5% for a tax-deferred Manitoba resident**

1 In lieu of provincial tax  
 2 Assumes that top personal income tax rates apply  
 3 Personal income tax will also apply when funds are withdrawn from registered plans

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**Freehold** **Tax on Withdrawal from RRSP**

| Example: Tax on Withdrawal from RRSP (Manitoba Resident) | Effective 2011     |              |                    |              |
|----------------------------------------------------------|--------------------|--------------|--------------------|--------------|
|                                                          | Current System     |              | New System         |              |
|                                                          | Tax %              | \$           | Tax %              | \$           |
| Cash distribution (in RRSP)                              |                    | 100.00       |                    | 68.50        |
| Personal income tax <sup>1</sup>                         | 46.4% <sup>2</sup> | (46.40)      | 46.4% <sup>2</sup> | (31.78)      |
| After-tax amount                                         |                    | <b>53.60</b> |                    | <b>36.72</b> |

**Total tax burden on Manitoba resident when funds withdrawn from RRSP: 63.3%**

1 Cash withdrawn from RRSP taxed as ordinary income  
 2 Assumes that top personal income tax rates apply for a Manitoba resident

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**Freehold** **What does this mean for Freehold?**

**Short term strategy**

- Stay the course
- Draft legislation not yet released

**Long term strategy**

- Will examine strategy to ensure the best possible returns for our Unitholders
- Four-year grace period on taxation until 2011

***Royalty lands will continue to produce superior netbacks***

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**Freehold**  
ROYALTY TRUST

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**THE ROYALTY ADVANTAGE**

