

**EARLY WARNING REPORT PURSUANT TO  
NATIONAL INSTRUMENT 62-103**

**RE: WEDGE ENERGY INTERNATIONAL INC. (the “Issuer”)**

**1. The name and address of the offeror:**

**Firebird Global Master Fund, Ltd. (“FGMF”)**

c/o

Trident Trust Company

1 Capital Place

P.O. Box 847

Grand Cayman

Cayman Islands

**2. The designation and number or principal amount 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 in those circumstances:**

The previously reported arrangement agreement between Undur Tolgoi Minerals Inc. (“UTMI”) and the Issuer has been completed. Pursuant to the arrangement agreement, the Issuer purchased all of the issued and outstanding shares of UTMI, which the shareholders of UTMI, including Firebird Mongolia Fund, Ltd. (“FMF”), tendered in exchange for common shares of the Issuer.

Prior to the completion of the arrangement, (i) FGMF received 4,967,130 common shares of the Issuer as settlement of the outstanding interest in the amount of \$49,671.30 on the \$197,000 Note and \$220,000 Note (as defined below), (ii) Firebird Global Master Fund II, Ltd. (“FGMF2”), a joint actor of FGMF, received 4,893,959 common shares of the Issuer as settlement of the outstanding interest in the amount of \$48,939.59 on the \$235,000 Note and \$180,000 Note (as defined below) and (iii) FMF disposed of 500,000 common shares of UTMI.

As a result of the completion of the arrangement, among other things, (i) the common shares of the Issuer held by FGMF and FGMF2 were consolidated on a 20:1 basis, (ii) a CDN\$197,000 principal amount note convertible into an aggregate of 19,700,000 common shares of the Issuer at a conversion price of \$0.01 per common share (the “\$197,000 Note”) and a CDN\$220,000 principal amount note convertible into an aggregate of 4,400,000 common shares of the Issuer at a conversion price of \$0.05 per common share (the “\$220,000 Note”) held by FGMF are being repaid, (iii) a CDN\$253,000 principal amount note convertible into an aggregate of 25,300,000 common shares of the Issuer at a conversion price of \$0.01 per common share (the “\$235,000 Note”) and a CDN\$180,000 principal amount note convertible into an

aggregate of 3,600,000 common shares of the Issuer at a conversion price of \$0.05 per common share (the “\$180,000 Note”) held by FGMF2 are being repaid and (iv) FMF received 9,687,580 common shares of the Issuer in exchange for the same number of common shares it held in UTMI.

Furthermore, concurrently with the closing of the arrangement, (i) FMF acquired an additional 5,500,000 common shares, (ii) Firebird New Mongolia Fund, LP (“FNMF”) acquired 9,500,000 common shares, (iii) James Passin acquired 1,000,000 common shares and (iv) Harvey Sawikin acquired 1,000,000 common shares of the Issuer by way of a private placement offering at a price of \$0.20 per share.

**3. The designation and number or principal amount 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:**

The aggregate number of securities of the Issuer currently held by FGMF and its joint actors, namely FGMF2, FMF, FNMF, James Passin and Harvey Sawikin is 27,679,722 common shares. Out of the 27,679,722 common shares (i) 530,749 common shares are held by FGMF, (ii) 461,393 common shares are held by FGMF2, (iii) 15,187,580 common shares are held by FMF, (iv) 9,500,000 common shares are held by FNMF, (v) 1,000,000 common shares are held by James Passin and (vi) 1,000,000 common shares are held by Harvey Sawikin. The 27,679,722 common shares held by FGMF and its joint actors represent approximately 51.40% of the current outstanding common shares of the Issuer.

**4. The designation and number or principal amount of securities and the percentage of outstanding securities of the class of securities referred to above over which:**

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

See item 3 above.

(b) *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:*

N/A

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

N/A

- 5. The name of the market in which the transaction or occurrence that gave rise to the news release took place:**

N/A

- 6. The value, in Canadian dollars, of any consideration offered per security if the offeror acquired ownership of a security in the transaction or occurrence giving rise to the obligation to file a news release:**

See item 2 above.

- 7. 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 transactions were effected for the purpose of enabling joint actors of FGMF, namely FMF and FNMF, to take control of the Issuer.

- 8. 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:**

Please refer to the Issuer's November 15, 2011 press release for details of the completion of the arrangement agreement.

- 9. The names of any joint actors in connection with the disclosure required by Appendix E of National Instrument 62-103:**

Firebird Global Master Fund II, Ltd.  
Firebird Mongolia Fund, Ltd.  
Firebird New Mongolia Fund, LP  
James Passin  
Harvey Sawikin

- 10. 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, in Canadian dollars, of the consideration paid by the offeror:**

See item 2 above.

**11. If applicable, a description of any change in any material fact set out in a previous report by the offeror under the early warning requirements:**

SMDD Capital Ltd., whose position was disclosed in a previous report of FGMF, is no longer considered a joint actor of FGMF following the completion of the arrangement.

**12. If applicable, a description of the exemption from securities legislation being relied on by the offeror and the fact supporting that reliance.**

N/A

**13. Declaration**

The filing of this report is not an admission that an entity named in this report owns or controls any described securities or is a joint actor with anyone else.

**DATED** this 17<sup>th</sup> day of November, 2011.

**FIREBIRD GLOBAL MASTER FUND, LTD.**

Per: (s) Harvey Sawikin  
Name: Harvey Sawikin  
Title: Director