

FORM 51-101F3

REPORT OF MANAGEMENT AND DIRECTORS

ON OIL AND GAS DISCLOSURE

This is the form referred to in item 3 of section 2.1 of National Instrument 51-101 Standards of Disclosure for Oil and Gas Activities ("NI 51-101").

1 Terms to which a meaning is ascribed in NI 51-101 have the same meaning in this form.

2 The report referred to in item 3 of section 2.1 of NI 51-101 must in all material respects be as follows:

Report of Management and Directors on Reserves Data and Other

Information

Management of **CBM ASIA DEVELOPMENT CORP.** (the "**Company**") are responsible for the preparation and disclosure of information with respect to the Company's oil and gas activities in accordance with securities regulatory requirements. This information includes reserves data, which are estimates of proved reserves and probable reserves and related future net revenue as at December 31, 2010, estimated using forecast prices and costs.

The board of directors of the Company has determined that, as of the last day of the Company's most recently completed financial year, the Company had no reserves. An independent qualified reserves evaluator or auditor has not been retained to evaluate the Company's reserves data as the Company has no reserves as of the last day of the Company's most recently completed financial year and no report of an independent qualified reserves evaluator or auditor will be disclosed by the Company for the period from January 1, 2010 to December 31, 2010.

The board of directors has reviewed the Company's procedures for assembling and reporting other information associated with oil and gas activities and has reviewed that information with management of the Company. The board of directors has approved:

(a) the content and filing with securities regulatory authorities of Form 51-101F1 containing information detailing the Company's oil and gas activities;

(b) the Company not filing form 51-101F2, which is the report of the independent qualified reserves evaluator or auditor on reserves data because the Company has no reserves; and

(c) the content and filing of this report.

Dated as of the 2nd day of May, 2011.

(signed) "Alan T. Charuk"

Alan T. Charuk
Chief Executive Officer

(signed) "James D. Hurren"

James D. Hurren
Chief Financial Officer

ON BEHALF OF THE BOARD OF DIRECTORS

(signed) "James M. Charuk"

James M. Charuk
Director

(signed) "Clint B. Sharples"

Clint B. Sharples
Director