

April 5, 2007

Dear Shareholder,

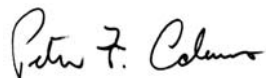
On behalf of the Board of Directors, Management and employees of The Churchill Corporation, I invite you to attend the Annual and Special Meeting of Shareholders which will take place on Thursday, May 17, 2007, at The Westin Hotel, 10135 – 100 Street, Edmonton, Alberta at 2:00 p.m. At the meeting, we will report on Churchill's financial and operating performance in 2006 and present our outlook for the future. In addition you will have an opportunity to meet with the Corporation's Board of Directors and Management to discuss items of interest to you.

The items of business to be dealt with and the details of the Annual and Special Meeting are described in the attached Notice of Annual and Special Meeting of Shareholders and Management Information Circular. The business will include the receipt of the Consolidated Annual Financial Statements and the Report of the Auditors for the financial year ended December 31, 2006, the election of Directors, the appointment of Auditors, the adoption of the 2007 Stock Option Plan and the adoption of an Amended Shareholder Rights Plan.

If you elected to receive a copy of the Corporation's Annual Report this year, we are enclosing it with the Management Information Circular and related proxy materials. If you opted not to receive a copy of the Corporation's Annual Report, it along with additional documentation and information concerning the Corporation, is available on the Corporation's website at [www.churchillcorporation.com](http://www.churchillcorporation.com). You will find recently filed corporate disclosure documents under "Reports" on the Corporation's home page.

If you are unable to attend the Annual and Special Meeting in person, or if you hold your shares in the name of a nominee, such as your brokerage firm, I encourage you to vote your proxy by any of the means available to you.

Sincerely,



Peter F. Adams,  
Chairman and Interim Chief Executive Officer  
The Churchill Corporation