

STABLE BASE PRODUCTION, PREPARING FOR 2022 DRILLING PROGRAM

May 25, 2022

April 2022 estimated production averaged 7,353 boe/d compared to 7,621 boe/d in the previous month. Volumes were comprised of 16% light oil and 30% total liquids. The decrease of 268 boe/d month over month is largely the result of natural decline.

7,353
Production (boe/d)

Corporate decline was partially offset by continued improvements in infrastructure constraints in North Ferrier. This allowed for further increases in flow rates from Petrus' operated well in the area, which resulted in 50 boe/d of production growth in North Ferrier month over month. Since January, production from this well has increased by approximately 24%. Petrus is investing in the expansion of a jointly owned gas plant in the area that is well underway; this project will help ensure continued access to processing capacity in the area for this well and also for future development.

Capital & Production	12 months*				3 mos.	1 mo. ₁
	2018	2019	2020	2021	2022 Q1	Apr-22
Total Capital	23,650	17,422	14,298	27,015	5,064	215
Acquisition/(Disposition)	(448)	(651)	-	(99)	15,200	-
Total (BOE _e /d)	9,019	8,306	6,608	6,009	7,379	7,353
Benchmark Average Prices	12 months*				3 mos.	1 mo.
AECO 5A (C\$/GJ)	1.42	1.67	2.09	3.43	4.49	\$6.61
AECO 7A (C\$/GJ)	1.45	1.54	2.12	3.38	4.35	\$4.56
WTI (US\$/Bbl)	64.77	57.03	39.41	67.96	94.29	\$101.64
Mixed Sweet Blend (C\$/Bbl)	69.13	69.03	45.69	80.48	117.56	\$127.59
CAD/US FX	0.77	0.75	0.75	0.79	0.79	\$0.79

Note 1: Tables include preliminary information based on operations data; actual reported results may vary.
*Audited annual financial information.

While routine optimization and maintenance activities continued throughout the month, significant focus was on the upcoming drilling season. The team expects to kick off the 2022 drilling program in late June. The program will commence in our core Ferrier area, where we expect to have two rigs running concurrently as we move out of spring break-up and into the summer. We look forward to a busy drilling season and will provide updates on progress and results in future monthly activity updates.