

INCREASED OIL & LIQUIDS PRODUCTION, 2023 DRILLING HAS COMMENCED

Feb 23, 2023

11,068

Production (boe/d)

\$9.9MM

Jan Capital Spending

January 2023 estimated production averaged 11,068 boe/d compared to 10,507 boe/d in December. Volumes were 65% natural gas and 35% total liquids. Light oil and NGL production have both increased materially through recent drilling activity. Since Q3 2022, oil volumes have grown by nearly 150% and total liquids production has doubled.

Capital	12 months*				3 mos.				1 mo.,
	2018	2019	2020	2021	2022 Q1	2022 Q2	2022 Q3	2022 Q4	Jan-23
Total Capital	23,650	17,422	14,298	27,015	5,064	4,932	49,513	37,699	9,912
Average Daily Production	2018	2019	2020	2021	2022 Q1	2022 Q2	2022 Q3	2022 Q4	Jan-23
Gas (mcf/d)	37,101	32,032	27,640	23,680	29,530	30,913	28,107	33,201	42,955
Oil (bbl/d)	1,402	1,616	1,021	1,019	1,250	1,073	957	2,458	2,337
NGLs (bbl/d)	1,433	1,351	980	1,043	1,207	1,055	997	1,121	1,572
Total (BOE₆/d)	9,019	8,306	6,608	6,009	7,379	7,280	6,639	9,113	11,068
Benchmark Average Prices	2018	2019	2020	2021	2022 Q1	2022 Q2	2022 Q3	2022 Q4	Jan-23
AECO 5A (C\$/GJ)	1.42	1.67	2.09	3.43	4.49	6.86	3.95	4.85	3.54
AECO 7A (C\$/GJ)	1.45	1.54	2.12	3.38	4.35	5.95	5.50	5.29	5.77
WTI (US\$/Bbl)	64.77	57.03	39.41	67.96	94.29	108.41	91.56	82.65	78.16
Mixed Sweet Blend (C\$/Bbl)	69.13	69.03	45.69	80.48	117.56	134.99	115.94	108.15	100.36
CAD/US FX	0.77	0.75	0.75	0.79	0.79	0.79	0.77	0.74	0.75

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

In early January, the Petrus team returned to drilling in Ferrier to kick off the 2023 capital program. Completions are currently underway on the first pad site and production associated with these new wells is expected to start coming on in early March.

Given the inherent volatility of our commodity based business, Petrus has always been committed to being disciplined and flexible. In light of the recent pricing environment, particularly current and forward natural gas pricing, we are re-evaluating the 2023 capital program to ensure it meets our investment threshold. We are also assessing alternative strategies including further debt reduction as well as options for returning capital to shareholders. We look forward to providing updates as the year progresses. Our year end 2022 results and corporate reserves information will be released in mid-March.