

May 2017 Activity Update

- Capital spending is estimated at \$3.6 million for May 2017. Capital was primarily directed toward fracture stimulation/completion activities for the wells drilled during the first quarter, in addition to \$0.7 million related to the Ferrier gas plant expansion. All of the wells drilled to date in 2017 have been brought on production by the end of May.
- Field estimated production for May was 10,783 boe/d.
- The May 2017 average benchmark market price for natural gas (AECO) increased relative to April 2017 by 6% and the average benchmark price for oil (WTI US) decreased 5% in the comparable period.

Capital Investment (\$000s) (note 1)	12 mos.	12 mos.	3 mos.					1 mo.	
	2015*	2016*	Q1/16	Q2/16	Q3/16	Q4/16	Q1/17	Apr/17	May/17
Drill & Complete	30,313	17,460	6,423	963	4,003	6,071	14,844	8,352	2,065
Equip & Tie-in	9,330	6,596	1,922	879	1,839	1,956	2,280	1,177	594
Facility	12,523	2,322	501	365	999	457	1,243	120	721
Geological	302	2	-	-	-	2	-	-	-
Land & Lease	106	350	30	109	20	191	16	10	10
Other	1,895	2,516	401	396	370	1,349	569	209	201
Total Capital	54,469	29,246	9,277	2,712	7,231	10,026	18,952	9,868	3,591
Net Acquisition/(Disposition)	938	(29,717)	-	-	(29,717)	-	8,818	-	288

Average Daily Production (note 1)	12 mos.	12 mos.	3 mos.					1 mo.	
	2015*	2016*	Q1/16	Q2/16	Q3/16	Q4/16	Q1/17	Apr/17	May/17
Gas (mcf/d)	32,088	33,964	35,456	33,071	30,009	37,327	40,332	40,377	45,250
Oil (bbl/d)	2,838	1,820	2,218	2,200	1,419	1,452	1,542	1,554	2,195
NGLs (bbl/d)	576	755	694	723	680	922	1,067	899	1,046
Total (BOE_e/d)	8,762	8,236	8,821	8,435	7,100	8,595	9,331	9,183	10,783

Benchmark Average Prices (note 1)	12 mos.	12 mos.	3 mos.					1 mo.	
	2015	2015	Q1/16	Q2/16	Q3/16	Q4/16	Q1/17	Apr/17	May/17
AECO (C\$/mcf)	2.69	2.19	1.84	1.45	2.21	3.09	2.94	2.60	2.76
WTI (US\$/Bbl)	48.77	43.35	33.45	45.63	45.02	49.29	51.92	51.12	48.50
CAD/US FX	0.78	0.75	0.73	0.78	0.77	0.75	0.76	0.74	0.74

Note 1: Tables include estimated information based on operations data; actual reported results may vary. ☒

*Audited annual financial information.