

## Extractive Sector Transparency Measures Act Report

Reporting Year From: 1/01/16 To: 12/31/16  
Reporting Entity Name Prairie Provident Resources Inc.

Reporting Entity ESTMA Identification Number E495482

Subsidiary Reporting Entities (if necessary) Prairie Provident Resources Canada Ltd. (E858388), Arsenal Energy Inc. (E973131)

**Attestation: Please check one of the the boxes below and provide the required information**

Attestation ( by Reporting Entity)

*In accordance with the requirements of the ESTMA, and in particular section 9 thereof, I attest I have reviewed the information contained in the ESTMA report for the entity(ies) listed above. Based on my knowledge, and having exercised reasonable diligence, the information in the ESTMA report is true, accurate and complete in all material respects for the purposes of the Act, for the reporting year listed above.*

Attestation (through independent audit)

*In accordance with the requirements of the ESTMA, and in particular section 9 thereof, I attest that I engaged an independent auditor to undertake an audit of the ESTMA report for the entity(ies) and reporting year listed above. Such an audit was conducted in accordance with the Technical Reporting Specifications issued by Natural Resources Canada for independent attestation of ESTMA reports.*

*The auditor expressed an unmodified opinion, dated [ENTER DATE: YYYY-MM-DD], on the ESTMA report for the entity(ies) and period listed above.  
The independent auditor's report can be found at [INSERT WEBLINK TO AUDIT OPINION POSTED ONLINE – link should be on same page as report link]*

Director or Officer of Reporting Entity Full Name:  
Position Title:

Mimi Lai  
Vice President, Finance and Chief Financial Officer

Date: 5/26/17

## Extractive Sector Transparency Measures Act - Annual Report

Reporting Year  
 Reporting Entity Name  
 Reporting Entity ESTMA Identification Number

From: 1/01/16 To: 12/31/16  
 Prairie Provident Resources Inc.  
 E495482

Subsidiary Reporting Entities (if necessary)

Prairie Provident Resources Canada Ltd. (E858388), Arsenal Energy Inc. (E973131)

### Payments by Payee

Country	Payee Name	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid to Payee	Notes
Canada	Government of Alberta	\$260,000	\$3,820,000	\$950,000		\$190,000			\$5,220,000	
Canada	Government of British Columbia			\$230,000					\$230,000	
Canada	Northern Sunrise County	\$1,040,000							\$1,040,000	
Canada	Municipal District of Provost	\$250,000							\$250,000	
Canada	County of Newell	\$110,000							\$110,000	
United States of America	State of North Dakota		\$490,000						\$490,000	
<b>Total</b>		<b>\$ 1,660,000</b>	<b>\$ 4,310,000</b>	<b>\$ 1,180,000</b>		<b>\$ 190,000</b>			<b>\$ 7,340,000</b>	

**Notes:**

- (1) Prairie Provident Resources Inc. ("PPRI") obtained control of its wholly owned subsidiaries, Prairie Provident Resources Canada Ltd. ("PPRC") and Arsenal Energy Inc. ("AEI") on September 12, 2016 by way of plan of Arrangement. This report contains the consolidated information for PPRI, PPRC and AEI for the full 2016 calendar year.
- (2) Operations conducted by Arsenal Energy Inc. in the State of North Dakota were sold on May 26, 2016. Payments made in US dollars were converted to Canadian dollars using the weighted average exchange rate from January 2016 to May 2016 of 1.33.
- (3) In-kind oil royalty payments made to the Government of Alberta are valued at the fair market value of the volumes taken in-kind determined using realized sales prices.

## Extractive Sector Transparency Measures Act - Annual Report

Reporting Year  
 Reporting Entity Name  
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 Number

From: 1/01/16 To: 12/31/16  
*Prairie Provident Resources Inc.*  
 E495482

Subsidiary Reporting Entities (if  
 necessary)

*Prairie Provident Resources Canada Ltd. (E858388), Arsenal Energy Inc. (E973131)*

### Payments by Project

Country	Project Name	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid by Project	Notes
Canada	Evi	\$1,040,000	\$2,970,000	\$330,000					\$4,340,000	
Canada	Princess	\$130,000	\$490,000	\$90,000		\$190,000			\$900,000	
Canada	Provost	\$490,000	\$100,000	\$170,000					\$760,000	
Canada	Other		\$260,000	\$590,000					\$850,000	
United States of America	North Dakota		\$490,000						\$490,000	
<b>Total</b>		<b>\$1,660,000</b>	<b>\$4,310,000</b>	<b>\$1,180,000</b>		<b>\$190,000</b>			<b>\$7,340,000</b>	

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