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To the Debentureholders of GASFRAC Energy Services Inc.

RE: Interim Distribution

As you are likely aware, on January 15, 2015 GASFRAC Energy Services Inc. ("GESI"), GASFRAC Services GP Inc. ("GSGP"), GASFRAC Energy Services Limited Partnership ("GES LP"), GASFRAC Energy Services (US) Inc. ("GESI US"), GASFRAC US Holdings Inc. ("Holdings"), and GASFRAC Inc. ("GI") (collectively the "Company" or "GASFRAC") sought and obtained protection pursuant to the Companies' Creditors Arrangement Act, R.S.C. 1985, C-36, as amended (the "CCAA") pursuant to an Order (the "Initial Order") of the Alberta Court of Queen's Bench (the "Court"). Ernst & Young Inc. was appointed as Monitor (the "Monitor") of the Company pursuant to the terms of the Initial Order.

On January 15, 2015, the Monitor filed, on behalf of GASFRAC, Chapter 15 Petitions for Recognition of a Foreign Proceeding with the United States Bankruptcy Court for the Western District of Texas, San Antonio Division ("US Court"), which cases are jointly administered under Case No. 15-50161. On January 30, 2015, the Company sought and obtained a foreign recognition order of the Initial Order from the US Court, pursuant to which the terms of the Initial Order were given full force and effect in the United States and recognizing these CCAA proceedings as the foreign main proceedings.

The sale of certain of GASFRAC's assets to STEP Energy Services Ltd. ("STEP") resulting from a court approved sales process (the "STEP Transaction") was approved by the Court on March 16, 2015 and the US Court on March 18, 2015. The STEP Transaction closed on April 2, 2015.

On March 26, 2015, the Court approved a restructuring transaction (the "Restructuring Transaction") with Calfrac Well Services, Ltd. The Restructuring Transaction formed the basis for the Company's plan of compromise and arrangement under the CCAA (the "Plan").

On June 22, 2015, a creditors' meeting to vote on the Plan was held and the creditors in all classes voted overwhelmingly in favour of the Plan. The Plan was then implemented on July 6, 2015 ("Plan Implementation").

Pursuant to the Plan, on Plan Implementation the Company's property, comprised mainly of cash, formed the "Cash Pool''. After reserving for disputed creditor claims and the payment of all unaffected creditors and affected unsecured creditors, the remaining balance in the Cash Pool will become available for distribution to the dentureholders (the "Debentureholder Cash Pool").

Since Plan Implementation, the Monitor has been working to resolve the remaining disputed creditor claims against the Company. At this time, the Monitor is prepared to release $14,892,500 of the Debentureholder Cash Pool to the debentureholders (the "Interim Distribution"). The Interim Distribution equates to a 37% partial principal repayment of your initial investment in GASFRAC debentures. Each $1,000 debenture will receive a partial principal repayment of approximately $370.

The Monitor continues to hold and pursue collection of approximately $8.1 million of cash and receivables (the "Holdback"). The Holdback is sufficient to cover the remaining disputed claims and administrative disbursements related to the completion of the CCAA proceedings. At this time, the Monitor is unable to estimate if and when any final principal repayment will be made. The Monitor estimates that if any final principal repayment is made, it will be less than 5% of your initial investment.

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Your partial principal repayment, being paid by Computershare Trust Company of Canada as agent for Olympia Trust Company, accompanies this letter.

As this payment represents a partial principal repayment, no tax slips are required to be sent out to debentureholders.

Further information regarding the Interim Distribution and the Holdback can be found on the Monitor's website at www.ey.com/ca/gasfracenergy

Yours truly,

ERNST & YOUNG INC.
in its capacity as Monitor of GASFRAC
and not in its personal or corporate capacity

Cassie Riglin

Cassie Riglin, CA
Senior Manager