Building a better working world

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May 25, 2016

**In the Matter of the *Companies' Creditors Arrangement Act*, R.S.C. 1985, c. C-36, as amended,**

**and in the matter of**

**Connacher Oil and Gas Limited (the "Company")**

On May 17, 2016, the Company was granted an Order (the "Initial Order") by the Alberta Court of Queen's Bench (the "Court") and obtained creditor protection under the *Companies' Creditors Arrangement Act R.S.C. 1985, c. C-36, as amended* (the "CCAA").

The Initial Order granted the Company various relief, including but not limited to, imposing a stay of proceedings against the Company and its assets, appointing Ernst and Young Inc. as Monitor (the "Monitor"), and providing the Company an opportunity to prepare and file a plan of arrangement or compromise under the CCAA for the consideration of its creditors and other stakeholders. Under the Initial Order, the Company is to continue to carry on business in a manner consistent with the commercially reasonable preservation of its business and assets.

A copy of the Initial Order can be found on the Monitor's website at www.ey.com/ca/connacheroilandgas. Further materials, orders of the Court, creditor listings, Monitor's reports and other information relating to the CCAA proceedings will be posted to the Monitor's website as well.

If you are unable to obtain a copy of the Initial Order or other documents filed on the Monitor's website as they become available, please contact the Monitor and a copy of the requested documents will be provided to you.

The contact at the Monitor is:

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Yours very truly,

**ERNST & YOUNG INC.**
in its capacity as Court-appointed Monitor of the Companies
and not in its personal or corporate capacity

Neil Narfason, CA,CIRP, CBV
Senior Vice President