

INSTRUCTION LETTER

FOR THE SUPPLEMENTAL CLAIMS PROCEDURE FOR CLAIMANTS

IN THE MATTER OF THE CCAA PROCEEDING OF CONNACHER OIL AND GAS LIMITED (the "APPLICANT")

PLEASE TAKE NOTICE that this Instruction Letter is being delivered pursuant to an order of the Honourable Mr. Justice MacLeod of the Court of Queen's Bench of Alberta, Judicial Centre of Calgary dated August 22, 2018 (the "**Supplemental Claims Procedure Order**"). All capitalized terms not otherwise defined in this Instruction Letter shall bear the meaning given to them in the Supplemental Claims Procedure Order, which is posted on the website of the Monitor at www.ey.com/ca/connacheroilandgas (the "**Website**").

The Supplemental Claims Procedure is ONLY intended for any Claimant asserting a Non-Continuing Employee Claim, a Post-Filing Claim, a Secured Claim or a Post-Filing D&O Claim.

Supplemental Claims Procedure for Secured Claims and Post-Filing D&O Claims

Claimants asserting Secured Claims or Post-Filing D&O Claims are required to file a Proof of Claim form providing the amount of their alleged claim, evidence to establish the claim, and the other particulars set out in the Proof of Claim form by 1:00 p.m. (Calgary time) on September 19, 2018. To file a Secured Claim, please use the form provided entitled "Proof of Claim – Secured Claims".

To file a Post-Filing D&O Claim, which includes a claim by a Non-Continuing Employee as against the Directors and/or Officers of the Applicant, please use the form provided entitled "Proof of Claim – Post-Filing D&O Claims". Proof of Claim forms can be found on the Website or obtained by contacting the Monitor at the addresses indicated below and providing your name, address, facsimile number and e-mail address. Once the Monitor has this information, you will receive, as soon as practicable, a Proof of Claim form.

If you are submitting your Proof of Claim electronically, please submit it in PDF format and ensure the name of the file is **[legal name of creditor]_poc.pdf**.

The Applicant and Monitor will review your alleged claim and provide you with a Notice of Revision or Disallowance to indicate the portion (if any) of your claim that is accepted, and the portion of your alleged claim that is revised or disallowed.

If you wish to dispute the Applicant's revision or disallowance of your alleged claim, please file a Notice of Dispute using the form provided by no later than 5:00 p.m. on the date that is fifteen (15) calendar days following delivery by the Monitor of a Notice of Revision or Disallowance. Thereafter, if the dispute cannot be resolved consensually, the parties may bring an application to the Court to resolve the dispute.

IF A PROOF OF CLAIM IN RESPECT OF YOUR SECURED CLAIM OR POST-FILING D&O CLAIM, AS APPLICABLE, IS NOT RECEIVED BY THE MONITOR BY THE SUPPLEMENTAL CLAIMS BAR DATE:

- (A) **SUCH CLAIM SHALL BE FOREVER BARRED AND EXTINGUISHED AND YOU WILL BE PROHIBITED FROM MAKING OR ENFORCING SUCH CLAIM AGAINST THE APPLICANT AND/OR ANY OF THE DIRECTORS AND/OR OFFICERS AND/OR AS AGAINST ANY OTHER CLAIMANT WHO COULD CLAIM CONTRIBUTION OR INDEMNITY FROM THE APPLICANT, DIRECTORS AND OFFICERS;**

- (B) YOU SHALL NOT BE ENTITLED TO PARTICIPATE IN ANY DISTRIBUTIONS OR DIVIDENDS TO CREDITORS OF THE APPLICANT IN RESPECT OF SUCH CLAIMS; AND
- (C) YOU SHALL NOT BE ENTITLED TO PARTICIPATE AS A CREDITOR IN THE CCAA PROCEEDING OF THE APPLICANT IN RESPECT OF SUCH CLAIM, NOTING, HOWEVER, THAT THE SENDING OF A NOTICE TO CLAIMANT, THE SOLICITATION OF PROOFS OF CLAIM BY THE MONITOR OR THE APPLICANT AND/OR THE SENDING OF A PROOF OF CLAIM BY A CLAIMANT TO THE MONITOR DOES NOT GRANT ANY CLAIMANT OR ANY PERSON STANDING IN THE CCAA PROCEEDING.

IF, FOLLOWING THE DELIVERY BY THE MONITOR OF A NOTICE OF REVISION OR DISALLOWANCE MODIFYING YOUR SECURED CLAIM OR POST-FILING D&O CLAIM, YOU FAIL TO TIMELY FILE A NOTICE OF DISPUTE, THE REVISION TO YOUR CLAIM AS SET OUT IN THE NOTICE OF REVISION OR DISALLOWANCE SHALL BE FINAL AND BINDING.

Supplemental Claims Procedure for Non-Continuing Employee Claims

Non-Continuing Employees will each receive a Notice of Non-Continuing Employee Claim setting out the Claim Determination of such claim and, unless the Non-Continuing Employee disagrees with the amount of such claim, the Non-Continuing Employee is not required to take any further action.

If a Non-Continuing Employee disagrees with the Claim Determination, he or she may provide to the Monitor a Notice of Dispute using the form provided by no later than fifteen (15) calendar days after delivery of the Notice of Non-Continuing Employee Claim. If no Notice of Dispute is timely provided to the Monitor, the Claim Determination will be deemed to be final. Where a Notice of Dispute is timely provided to the Monitor, if the dispute cannot be resolved consensually, the parties may bring an application to the Court to resolve the dispute.

If you did not receive a Notice of Non-Continuing Employee Claim but wish to assert a Non-Continuing Employee Claim, you are required to file a Proof of Claim form providing the amount of your alleged Non-Continuing Employee Claim, evidence to establish the claim, and the other particulars set out in the Proof of Claim form by 1:00 p.m. (Calgary time) on September 19, 2018. To file a Non-Continuing Employee Claim, please use the form provided entitled "Proof of Claim – Non-Continuing Employee Claim / Post-Filing Claim". Please refer to the provisions for the filing of Secured Claims and Post-Filing D&O Claims on the first page of this Instruction Letter for further information.

Supplemental Claims Procedure for Post-Filing Claims

Claimants holding Post-Filing Claims will each receive a Notice of Post-Filing Claim setting out the Claim Determination of such claim and, unless the Claimant disagrees with the amount of such claim, the Claimant is not required to take any further action.

If a holder of a Post-Filing Claim disagrees with the Claim Determination, such holder may provide to the Monitor a Notice of Dispute using the form provided by no later than fifteen (15) calendar days after delivery of the Notice of Post-Filing Claim. If no Notice of Dispute is timely provided to the Monitor, the Claim Determination will be deemed to be final. Where a Notice of Dispute is timely provided to the Monitor, if the dispute cannot be resolved consensually, the parties may bring an application to the Court to resolve the dispute.

If you did not receive a Notice of Post-Filing Claim but wish to assert a Post-Filing Claim, you are required to file a Proof of Claim form providing the amount of your alleged Post-Filing Claim, evidence to establish the claim, and the other particulars set out in the Proof of Claim form by 1:00

p.m. (Calgary time) on October 1, 2018. To file a Post-Filing Claim, please use the form provided entitled "Proof of Claim – Non-Continuing Employee Claim / Post-Filing Claim". Please refer to the provisions for the filing of Secured Claims and Post-Filing D&O Claims on the first page of this Instruction Letter for further information.

If you have any questions regarding the Supplemental Claims Procedure, please contact the Monitor at the following addresses:

Ernst & Young Inc.
Monitor of Connacher Oil and Gas Limited
Calgary City Centre
2200, 215- 2nd Street S.W.
Calgary, Alberta T2P 1M4

Attention: Holly McGregor

Tel: 403-206-5650
Fax: 403-206-5076
Email: connacher.monitor@ca.ey.com

IF A NOTICE OF DISPUTE IN RESPECT OF YOUR NON-CONTINUING EMPLOYEE CLAIM OR POST-FILING CLAIM IS NOT TIMELY RECEIVED, YOUR CLAIM DETERMINATION SHALL BE DEEMED TO BE THE FINAL, BINDING AMOUNT OF YOUR NON-CONTINUING EMPLOYEE CLAIM OR POST-FILING CLAIM, AS APPLICABLE.