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To: **Stakeholders of Glenogle Energy Inc. and Glenogle Energy LP (collectively, "Glenogle")**

Date: **May 18, 2020**

Re: **Frequently asked questions received by Ernst & Young Inc. in its capacity as Proposal Trustee (the "Proposal Trustee") for Glenogle**

To Whom It May Concern:

On May 14, 2020, Glenogle Energy Inc. in its own capacity and in its capacity as the Manager and General Partner of Glenogle Energy LP, filed a Notice of Intention to Make a Proposal ("**NOI**") with the Office of the Superintendent of Bankruptcy pursuant to subsection 50.4(1) of the *Bankruptcy and Insolvency Act*, R.S.C. 1985, c.B-3 (the "**Act**"). Ernst & Young Inc., a licensed trustee, was named as Proposal Trustee under the NOI.

The purpose of this correspondence is to address some of the initial questions that are typically posed by stakeholders at the beginning of an insolvency proceeding.

Disclaimer: The following is a list of frequently asked questions and answers relating to the NOI involving Glenogle. The information contained herein is for general informational purposes only and should not be used as a substitute for legal or other advice relating to Glenogle. If you are in any doubt as to any action you should take in respect of Glenogle, please consult your own professional advisors.

Q: What is a NOI?

A: A NOI is a procedure that allows financially troubled corporations to seek Court protection to allow for the opportunity to restructure their affairs. This process allows a company time to prepare a plan in an attempt to avoid bankruptcy and provide creditors some form of compensation for amounts owing to them by the company.

Q: Why did Glenogle file a NOI?

A: Glenogle filed a NOI as a means to restructure its businesses given the significant level of debt that has constrained its ability to operate profitably. This filing was necessary to protect and preserve the position of its stakeholders, other creditors and employees.

Q: At a high level, what is the NOI process?

A: Once a filed NOI has been accepted by the Official Receiver, a representative of the Office of the Superintendent of Bankruptcy, and the Courts, the company filing the NOI is granted an initial 30 day period of protection from its creditors (the "**Stay**") to enable the company to prepare its Proposal. The Stay against the creditors can be extended upon further application by the company to the Court. All parties subject to the Stay will be provided notice of the terms of the Stay and any subsequent applications to extend the Stay.

A company will typically be granted the requested extensions if it can demonstrate to the Court that it is actively working towards a proposal to its creditors (a "**Proposal**") and the Stay is non-prejudicial to creditors, as a collective group. The Stay can be extended in increments of up to 45 days for a total period not exceeding six months from the date the NOI is filed.

During the Stay, the company will typically continue operating to minimize their losses during that period; however, the company may undertake restructuring activities at any point. If a company does not file a Proposal by the end of the Stay, it will be deemed to have made an assignment in bankruptcy and a Licensed Insolvency Trustee is appointed to administer the bankruptcy.

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Q: What is a Proposal?

A: A Proposal is a formal document prepared by the management of the insolvent company which is prepared for creditors and outlines how the company plans on addressing amounts owing as at the date of the NOI filing ("**Pre-filing Payables**"). In order to vote on the Proposal and receive any form of repayment thereunder, creditors must complete a proof of claim and remit it to the Proposal Trustee. The amounts payable to creditors and their rights will be ultimately determined through the terms of the Proposal. For a Proposal to be implemented, it must be approved by the requisite majority of creditors (based on number and dollar-value).

Q: What is a Proof of Claim?

A: A proof of claim ("**Proof of Claim**") is a document provided by the Proposal Trustee to creditors of a company that asks the creditor to list all of the Pre-filing Payables it is owed by the company. It allows the Proposal Trustee to fully value the company's secured and unsecured liabilities in order to structure a process for voting on a Proposal and/or to potentially run a claims process for payment of Pre-filing Payables owing by the company to its creditors.

Q: How do I submit a Proof of Claim?

A: A claims process has not yet been established in connection with Pre-filing Payables; correspondence will be issued at a later date providing further information and the process to submit a Proof of Claim once a claims process has been established.

Q: How do I ensure that I receive a copy of a Proof of Claim, once a claims process has been established?

A: To ensure that you will receive a Proof of Claim, you should ensure that Glenogle has your correct mailing and e-mail address. Please contact Glenogle at accountspayable@glenogle.ca.

Q: Is Glenogle carrying on business during the Stay?

A: Yes. Glenogle is continuing operations during the restructuring process. As a business that is continuing operations, the goal is to preserve assets and future cash flows and stabilize operations with the objective of increasing the amount that may ultimately be paid to creditors.

Q: Glenogle has contacted me to continue to provide goods and or services prospectively. Will I get paid if I agree to do so?

A: For goods and services provided on or after May 14, 2020, Glenogle will continue to settle expenses on the terms previously negotiated. Please change the name on any issued accounts to "Glenogle Energy Inc., NOI". You may continue to send invoices for payment to your ordinary contact at Glenogle.

Q: What about the obligations prior to May 14, 2020? When will these obligations be paid?

A: Creditors are prohibited from taking action against Glenogle with respect to obligations incurred on or before May 14, 2020, as a result of the Stay. Management and their advisors are evaluating Glenogle's options in order to maximize benefit to its creditors and other stakeholders. Additional information will be provided in due course.

Generally, all payments to creditors owed monies as at May 14, 2020 are stayed pending the creditor's vote and court approval of a Proposal. If the Proposal is not approved by either the creditors or the Court, the NOI proceedings will result in bankruptcy and/or receivership.

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Q: Is Glenogle bankrupt or in receivership?

A: No. Glenogle currently holds assets in the form of oil and gas property and related assets and has filed a NOI in order to devise a plan of restructuring and compromise for its creditors in an attempt to avoid the company going into receivership or bankruptcy, with a view to maintaining operations.

Q: Who is the Proposal Trustee and what is their role?

A: The Proposal Trustee is an independent firm of accountants appointed and licenced by the Official Receiver to act as a trustee, and which is experienced in insolvency matters. The Proposal Trustee's role is to assist the company with the filing of its NOI and or Proposal and to monitor the company's ongoing operations during the Stay. Monitoring activities may include but are not limited to monitoring financial activities, reporting any events that may negatively impact liquidity or viability of the company and notifying creditors of any meetings.

Q: Is Glenogle Management continuing to take a salary or any type of management fee from Glenogle?

A: Glenogle has made changes to their management and staff compensation as part of their efforts to reduce expenses and continues to evaluate appropriate staffing and compensation amounts.

Q: What actions will be taken if Glenogle ceases to cooperate in providing required information during the Stay?

A: To date, Glenogle has been cooperative in supplying requested information. The Act requires reports from Glenogle and Proposal Trustee in support of any Stay extensions and prior to a creditor vote on a Proposal. If Glenogle fails to cooperate, it will compromise its ability to receive further Stay extensions or to make a viable Proposal to creditors and become bankrupt or subject to receivership.

Q: Where can I get further information?

Glenogle and Ernst & Young Inc. in its capacity as Proposal Trustee will continue to provide information to stakeholders as it becomes available. This information will be disseminated by mail, as outlined in accordance with the Act, as well as through Glenogle's NOI website at www.ey.com/ca/glenogleenergy. We caution that information outside of these sources may not be reliable.