



# **OVERVIEW INFORMATION**

## Property Divestiture: Furness, Saskatchewan Production Capability: 80 bbl/d of Oil

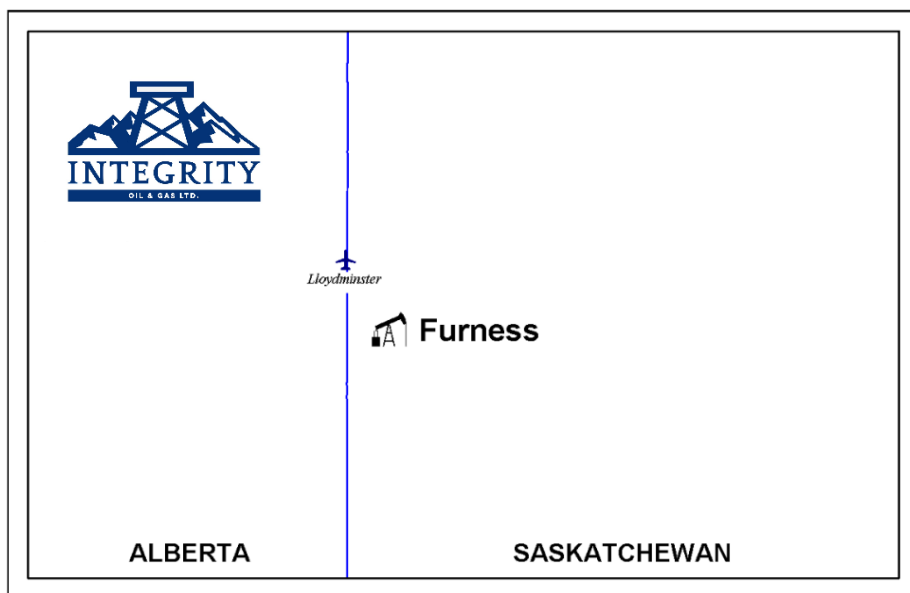


Integrity Oil Operations Ltd., the operating entity of Integrity Oil & Gas Ltd. ("Integrity" or the "Company") has engaged Sayer Energy Advisors to assist the Company with the sale of its oil and natural gas interests located in the Furness area of Saskatchewan (the "Property").

The Company holds a 100% working interest in P&NG rights from surface to the base of the Mannville Group in approximately 3 quarter sections (13 LSDs) of land in Section 06-048-27W3.

There is no current production from the Property. Prior to being shut-in, production from the Property averaged approximately 80 bbl/d of oil.

The Company has a saltwater disposal facility located at 121/06-06-048-27W3/02 and a water handling and injection facility located at 121/11-06-048-27W3 with three-phase electrical power.



## PROCESS & TIMELINE

Sayer Energy Advisors is accepting cash offers to acquire the Property until **12:00 pm on Thursday, November 27, 2025**.

Timeline		
Week of October 20, 2025		Preliminary Information Distributed
Week of October 27, 2025		Data Room Opens
<b>November 27, 2025</b>	<b>12:00 noon</b>	<b>Bid Deadline</b>
November 1, 2025		Effective Date
December 2025		Closing Date

*Sayer Energy Advisors does not conduct a "second-round" bidding process; the intention is to attempt to conclude a transaction with the party submitting the most acceptable proposal at the conclusion of the process.*

**Sayer Energy Advisors is accepting cash offers from interested parties until noon on Thursday, November 27, 2025.**



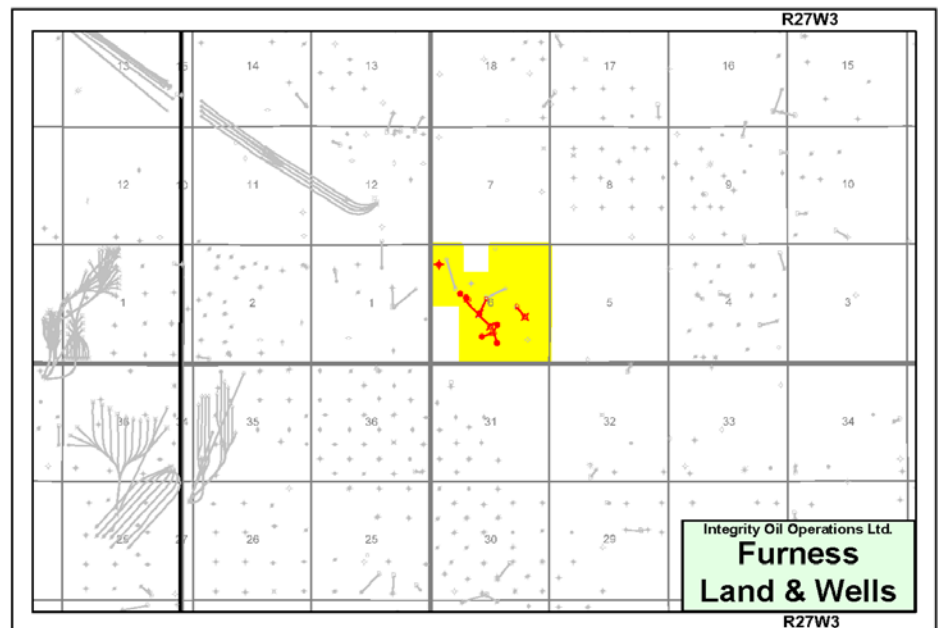
## Furness, Saskatchewan Property

## Township 48, Range 27 W3

In the *Furness* area of Saskatchewan, the Company holds a 100% working interest in P&NG rights from surface to the base of the Mannville Group in approximately 3 quarter sections (13 LSDs) of land in Section 06-048-27W3.

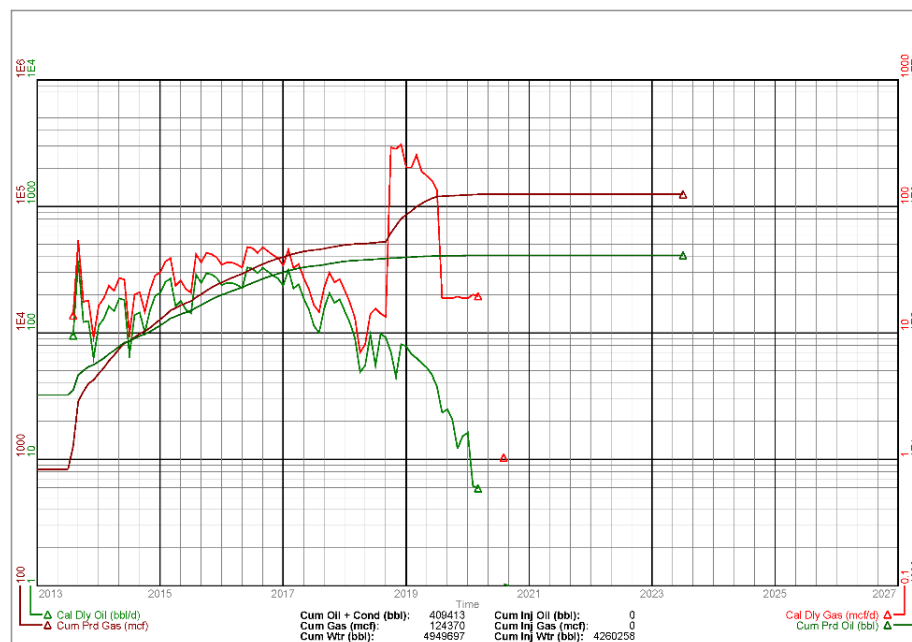
The Property has been developed primarily in the GP Member of the Mannville Group. Integrity has an interest in 9 non-producing wells on its lands.

The Company has a saltwater disposal facility located at 121/06-06-048-27W3/02 and a water handling and injection facility located at 121/11-06-048-27W3 with three-phase electrical power.



There is no current production from the Property. The following production plot shows historical gross production from the Property. Prior to being shut-in, production from the Property averaged approximately 80 bbl/d of oil.

### Furness, Saskatchewan – Gross Production Group Plot



### Furness Liability Assessment as of September 11, 2025

As of September 11, 2025, the Property had a deemed net asset value of (\$362,925) (deemed assets of \$0 and deemed liabilities of \$362,925), with an LMR ratio of 0.00.



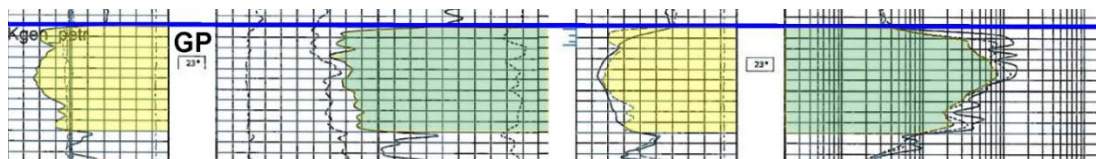


The Company has identified two separate GP channels (north and south channels) oriented northwest-southeast over its lands at *Furness*. Total original oil in place was calculated to be over 8.5 million barrels with a low recovery factor to date in both channels.

The Property is also equipped for a waterflood in the north channel, including a water source well at 191/06-06-048-27W3/00 and an inactive disposal well at 191/08-06-048-27W3/02. All wells in the north channel are equipped as single well batteries and have water transfer pumps that transfers produced water to the 121/11-06 water facility via flowline.

The north GP channel ranges from 10 metres to 12 metres thick, with average porosity in excess of 33% and is approved for waterflooding. Once pressure maintenance operations begin, the two shut-in wells which are fully equipped with single well batteries, can be re-started.

#### ***Integrity Silverdale 11/12-06-048-27W3/00 – GP Type Log***

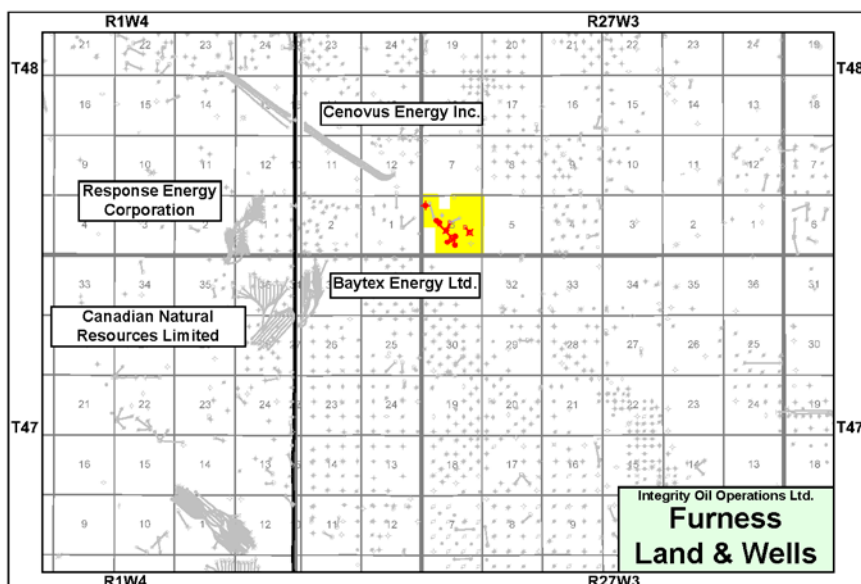
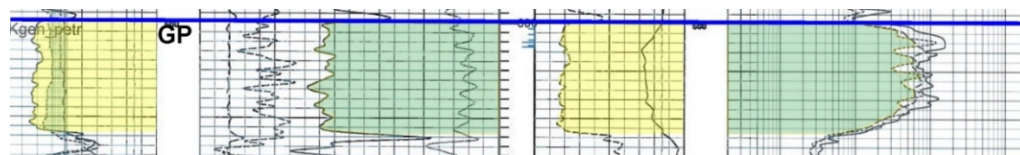


The offsetting well logs show the GP reservoir in the north channel.

The south GP channel ranges from 11 metres to 13 metres thick, with average porosity in excess of 33%. Two wells which were directionally drilled from a single wellsite are currently shut-in and require remedial work to restart.

The offsetting well logs show the GP reservoir in the south channel. The two wells in the south channel are fully equipped for production and water transferring to the 121/06-06-048-27W3/02 salt water disposal facility.

#### ***Integrity Silverdale DD 91/03-06-048-27W3/00 – GP Type Log***



There is offsetting production in the Mannville from various operators including **Baytex Energy Ltd.**, **Canadian Natural Resources Limited**, **Cenovus Energy Inc.** and **Response Energy Corporation**.

#### **Furness Seismic**

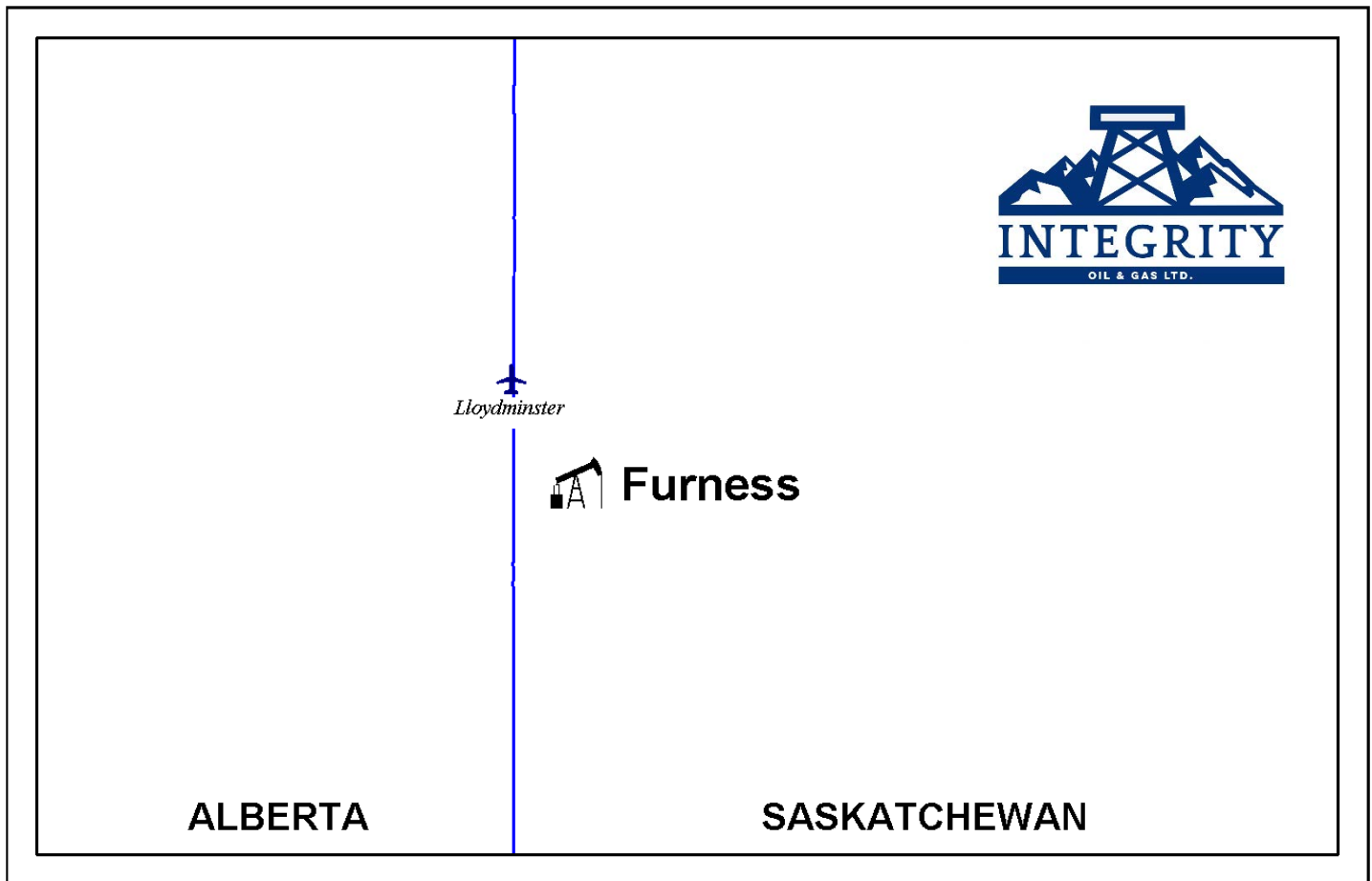
When Integrity acquired the Property from the previous operator, **Sojourn Energy Inc.**, Sojourn retained its interests in the proprietary 3D seismic associated with *Furness*.

Sojourn is willing to entertain offers for its interests in the seismic data at *Furness*.





# **Integrity Oil Operations Ltd. Property Divestiture Fall 2025**



## **CONTACT**

Parties wishing to receive access to the confidential information with detailed information relating to this opportunity should execute the confidentiality agreement which is attached to this correspondence and return one copy to Sayer Energy Advisors by mail, email ([tpavic@sayeradvisors.com](mailto:tpavic@sayeradvisors.com)) or fax (403.266.4467).

Included in the confidential information is the following: summary land information, equipment listing, and other relevant technical information.

To receive further information on the Property please contact Tom Pavic, Ben Rye or Sydney Birkett at 403.266.6133.



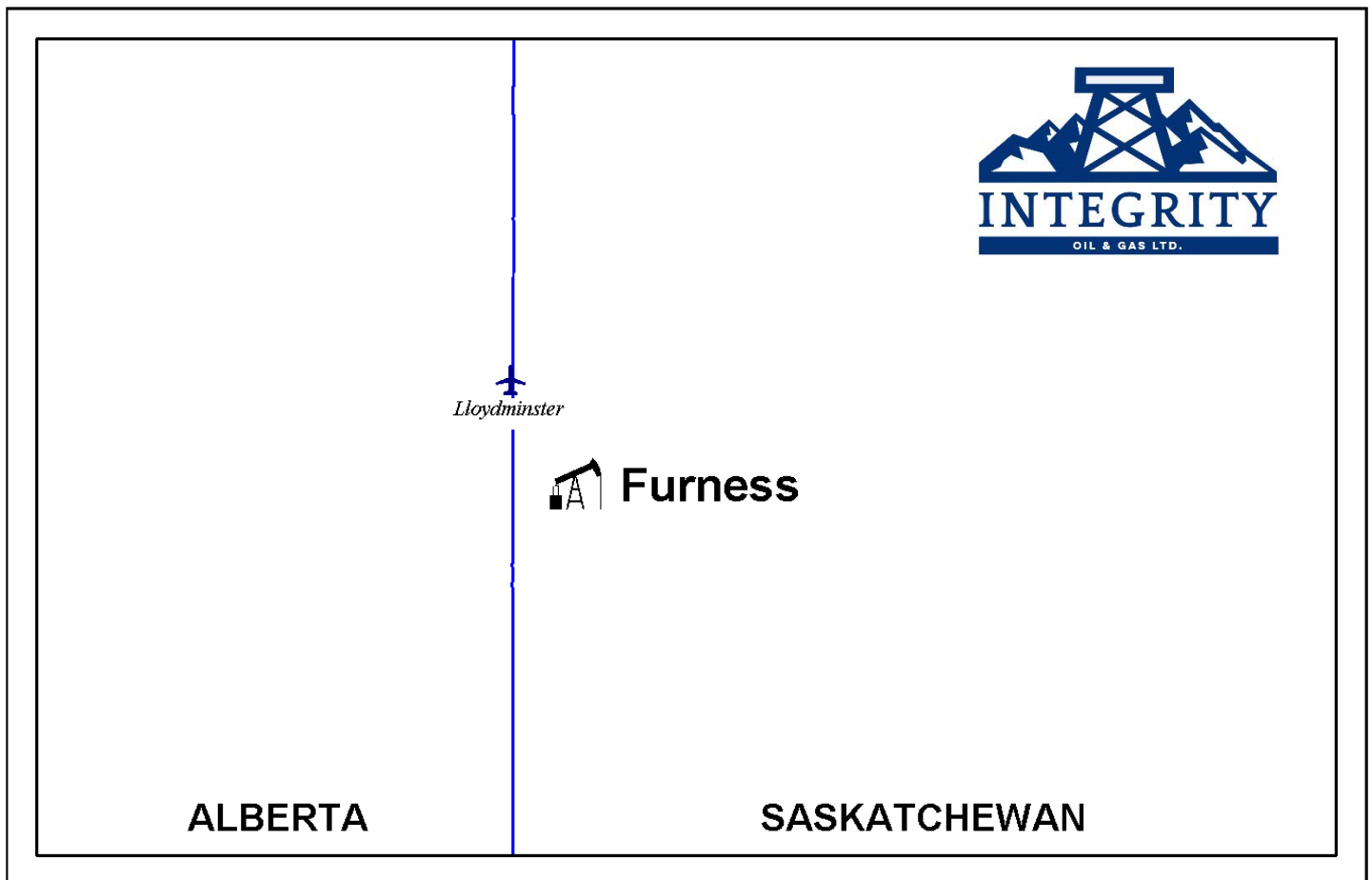
## Overview

**Integrity Oil Operations Ltd.**, the operating entity of **Integrity Oil & Gas Ltd.** (“Integrity” or the “Company”) has engaged **Sayer Energy Advisors** to assist the Company with the sale of its oil and natural gas interests located in the *Furness* area of Saskatchewan (the “Property”).

The Company holds a 100% working interest in P&NG rights from surface to the base of the Mannville Group in approximately 3 quarter sections (13 LSDs) of land in Section 06-048-27W3.

There is no current production from the Property. Prior to being shut-in, production from the Property averaged approximately 80 bbl/d of oil.

### Overview Map Showing the Location of the Divestiture Property





## Furness Property

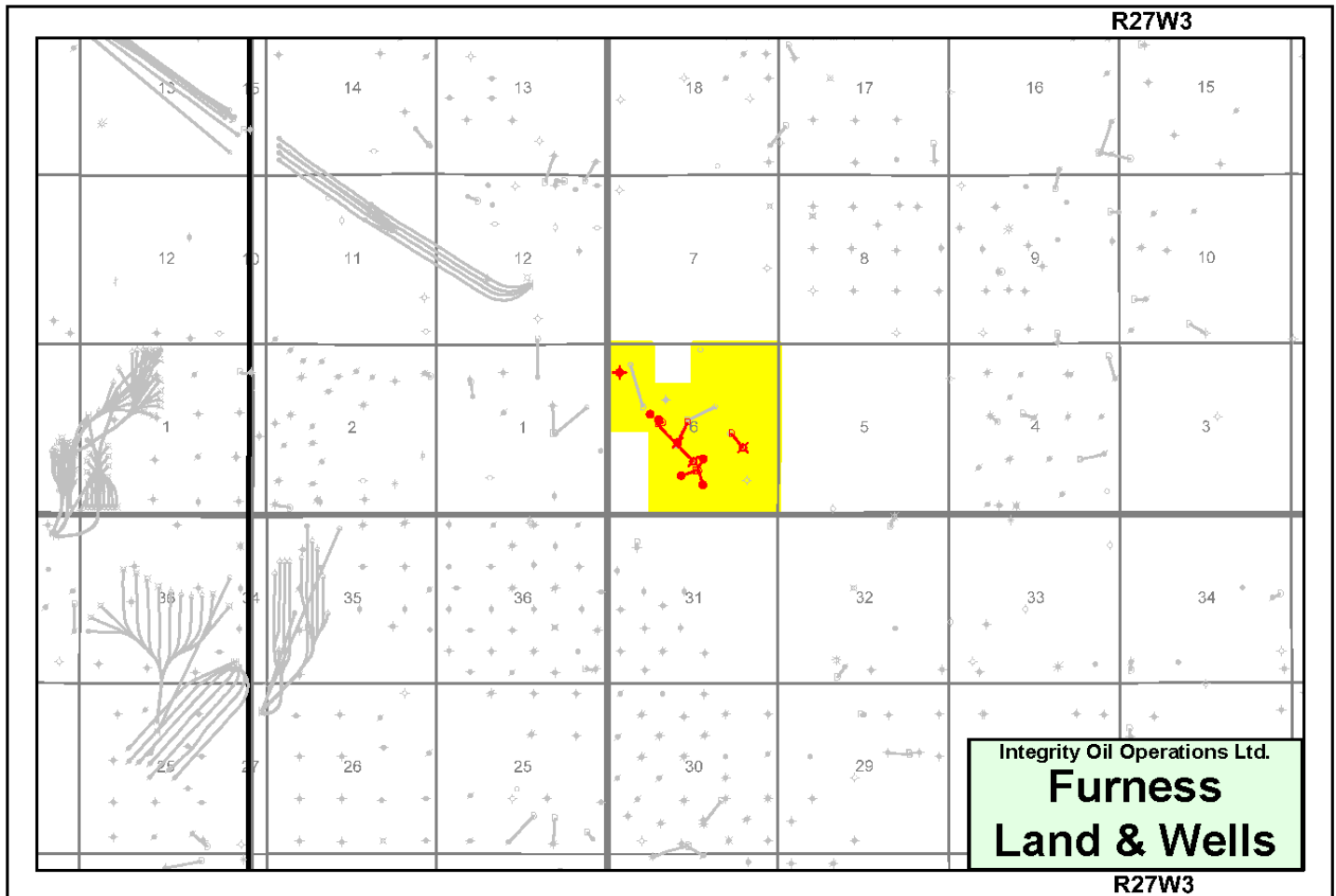
## Township 48, Range 27 W3

In the *Furness* area of Saskatchewan, the Company holds a 100% working interest in P&NG rights from surface to the base of the Mannville Group in approximately 3 quarter sections (13 LSDs) of land in Section 06-048-27W3.

The Property has been developed primarily in the GP Member of the Mannville Group. Integrity has an interest in 9 non-producing wells on its lands.

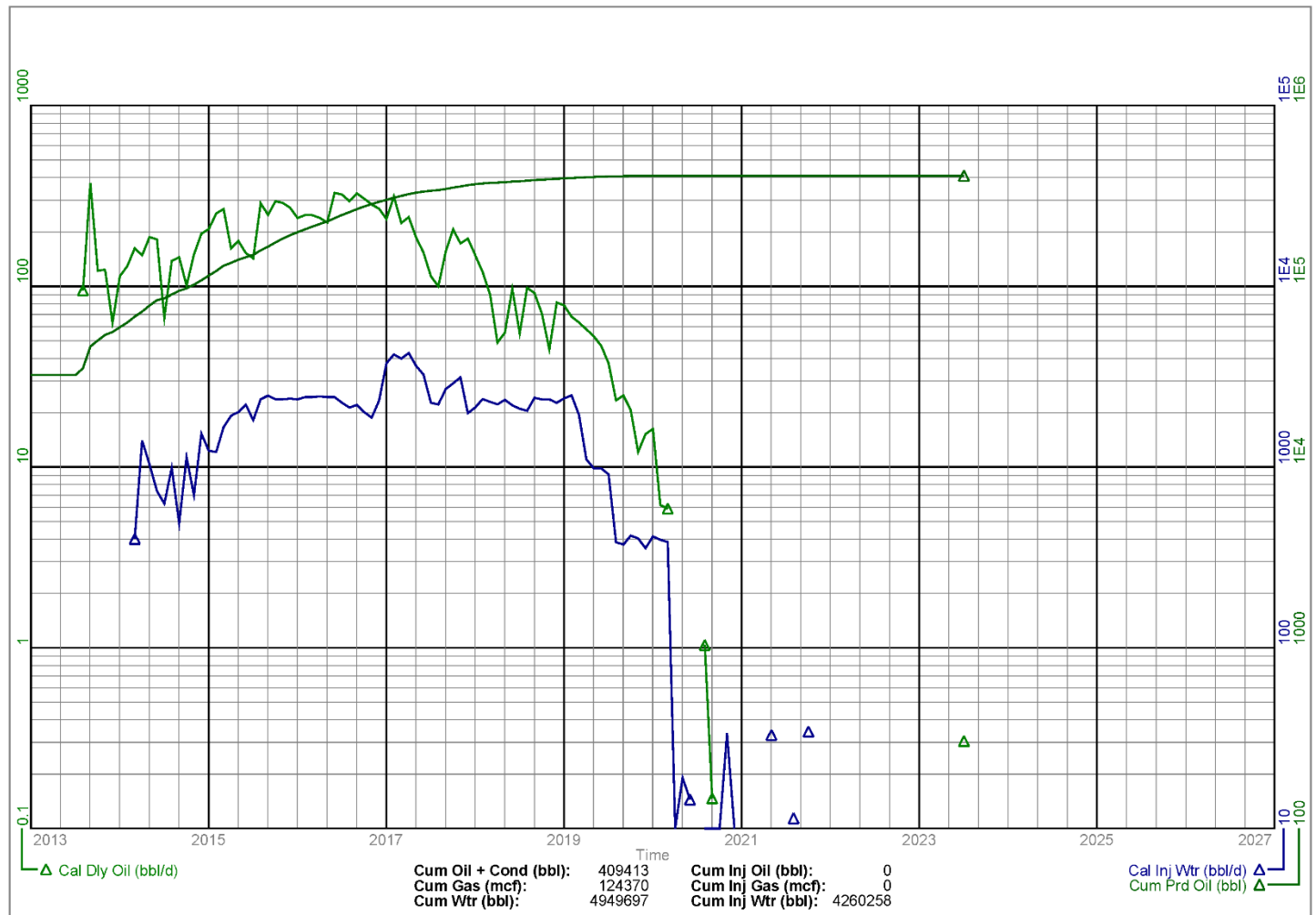
The Company has a saltwater disposal facility located at 121/06-06-048-27W3/02 and a water handling and injection facility located at 121/11-06-048-27W3 with three-phase electrical power.

There is no current production from the Property. Prior to being shut-in, production from the Property averaged approximately 80 bbl/d of oil.



The following production plot shows historical gross production from the Property. Prior to being shut-in, production from the Property was 80 bbl/d of oil.

### Furness, Saskatchewan - Gross Production Group Plot





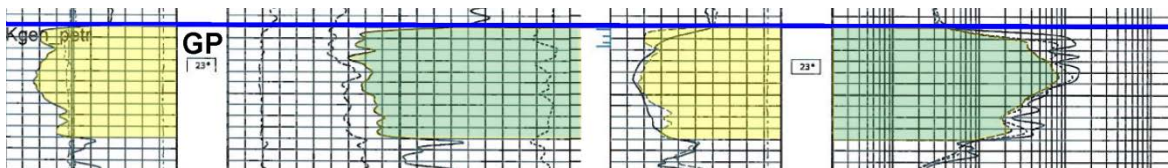
The Company has identified two separate GP channels (north and south channels) oriented northwest-southeast over its lands at *Furness*. Total original oil in place was calculated to be over 8.5 million barrels with a low recovery factor to date in both channels.

The Property is also equipped for a waterflood in the north channel, including a water source well at 191/06-06-048-27W3/00 and an inactive disposal well at 191/08-06-048-27W3/02. All wells in the north channel are equipped as single well batteries and have water transfer pumps that transfers produced water to the 121/11-06 water facility via flowline.

The north GP channel ranges from 10 metres to 12 metres thick, with average porosity in excess of 33% and is approved for waterflooding. Once pressure maintenance operations begin, the two shut-in wells which are fully equipped with single well batteries, can be re-started.

The following well logs show the GP reservoir in the north channel.

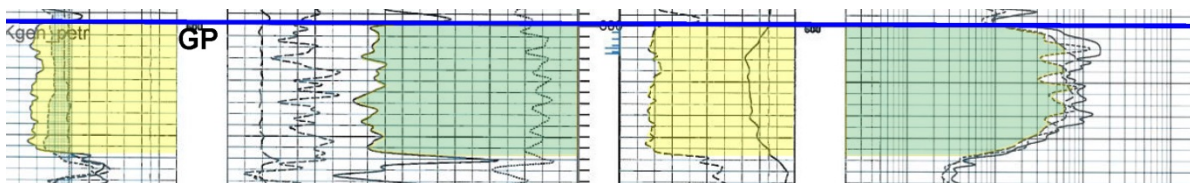
***Integrity Silverdale 11/12-06-048-27W3/00 – GP Type Log***



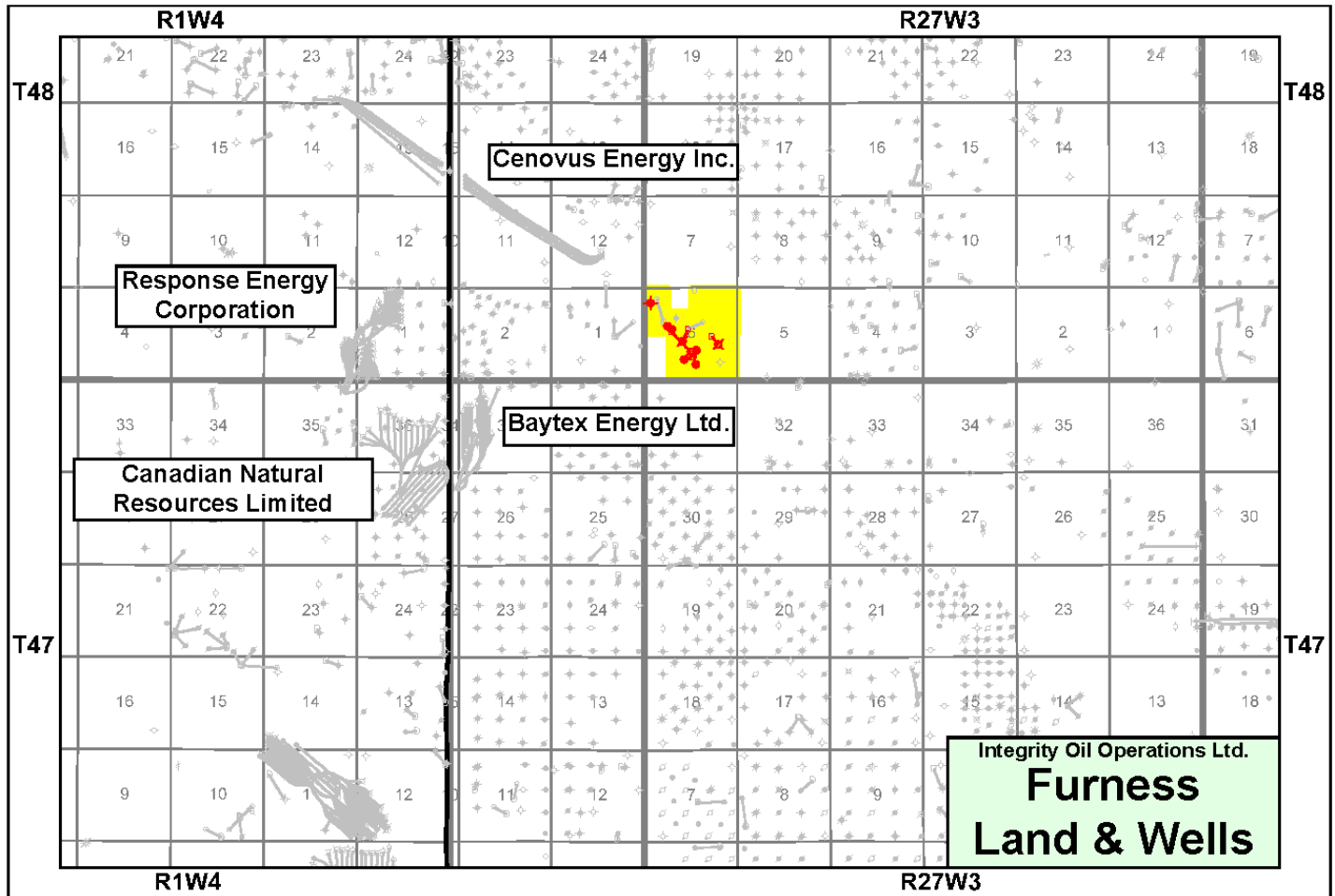
The south GP channel ranges from 11 metres to 13 metres thick, with average porosity in excess of 33%. Two wells which were directionally drilled from a single wellsite are currently shut-in and require remedial work to restart.

The following well logs show the GP reservoir in the south channel. The two wells in the south channel are fully equipped for production and water transferring to the 121/06-06-048-27W3/02 salt water disposal facility.

***Integrity Silverdale DD 91/03-06-048-27W3/00 – GP Type Log***



There is offsetting production in the Mannville from various operators including **Baytex Energy Ltd.**, **Canadian Natural Resources Limited**, **Cenovus Energy Inc.** and **Response Energy Corporation**.



## **Furness Facilities**

The Company has a saltwater disposal facility in the south channel located at 121/06-06-048-27W3/02 and a salt water disposal facility in the north channel at 121/11-06-048-27W3 which has all required equipment for water handling and water injection:

- 2 - 1,000 barrel Coated Water Tanks
- 1 - Multi-stage Horizontal Water Pump
- 1 - 100 HP Electric Motor
- 1 - 25 HP Centrifugal Charge Pump

Housed in steel building. All gauges and sensors are equipped with remote access (SCADA).

## **Furness Reserves**

Integrity does not have a current third-party reserve report relating to the Property.

## **Furness Liability Assessment as of September 11, 2025**

As of September 11, 2025, the Property had a deemed net asset value of (\$362,925) (deemed assets of \$0 and deemed liabilities of \$362,925), with an LMR ratio of 0.00.

## **Furness Well List**

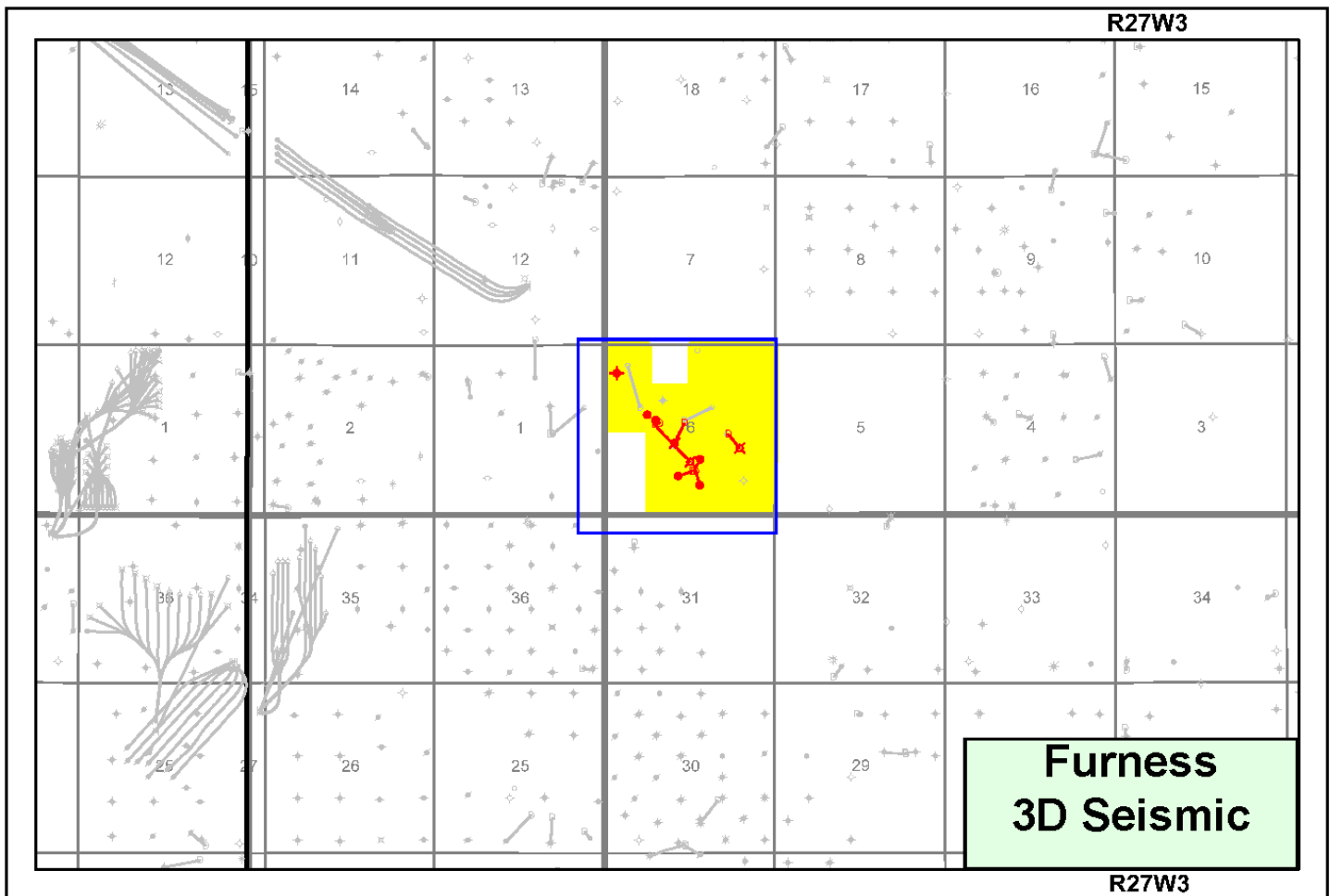
See well list in Excel.

## Furness Seismic

When Integrity acquired the Property from the previous operator, **Sojourn Energy Inc.**, Sojourn retained its interests in the proprietary 3D seismic associated with *Furness*, as illustrated on the following plat.

Sojourn is willing to entertain offers for its interests in the seismic data at *Furness*. Further details on the seismic will be available for parties that execute a confidentiality agreement.

### *Furness*, Saskatchewan Seismic Coverage



As a member of *The Association of Professional Engineers and Geoscientists of Alberta* ("APEGA"), Sayer Energy Advisors adheres to the "Guidelines for Ethical Use of Geophysical Data" which APEGA first published in May 2010. The complete document summarizing the APEGA guidelines can be downloaded from APEGA's website, where it can be found at <https://www.apega.ca/assets/PDFs/geophysical-data.pdf>. In order to ensure that the rights of all data owners are recognized and respected, the copying of data and the opportunity to view uninterpreted licensed data are activities that are not permitted in a Sayer Data Room.

## RECIPIENT COMPANY LETTERHEAD

\_\_\_\_\_, 20\_\_\_\_

**Integrity Oil Operations Ltd.**  
**c/o Sayer Energy Advisors**  
**1620, 540 - 5<sup>th</sup> Avenue SW**  
**Calgary, Alberta T2P 0M2**

Attention: Tom Pavic

Re: **Confidentiality Agreement**  
**Furness, Saskatchewan Property Divestiture**

---

\_\_\_\_ ("Recipient") has expressed an interest in the purchase of certain oil and natural gas interests owned by Integrity Oil Operations Ltd., the operating entity of Integrity Oil and Gas Ltd., ("Integrity") in the Furness area of Saskatchewan (the "Property"). Integrity is prepared to provide the Recipient access to certain information relating to the Property, including but not limited to land schedules, financial results, marketing materials, geological and geophysical information and other documentation ("Confidential Information"). In consideration of Integrity providing the Confidential Information, Recipient agrees as follows:

1. Recipient acknowledges that all Confidential Information provided to Recipient is proprietary to Integrity and its joint venture partners except for Confidential Information which is set out and described in Clause 5.
2. The Confidential Information shall be kept in the strictest of confidence and shall not be used for any purpose whatsoever other than evaluating a possible transaction between Recipient and Integrity. The Confidential Information shall not be disclosed to any person other than Recipient and to such of its directors, employees, agents, consultants, representatives and advisors (the "Representatives") who have a need to know such information for the purpose of appraising the Property. Recipient shall take all steps that are necessary to ensure that its Representatives are aware of the terms and conditions of this Agreement and that such terms and conditions are binding upon any and all of its Representatives. Upon request, Recipient shall provide Integrity with a list of the Representatives who have received the Confidential Information.
3. Recipient agrees that it and its Representatives shall not disclose to any person or publish or disperse in any form, any terms, conditions or other facts with respect to any possible transaction relating to the Property for which the Confidential Information was disclosed.
4. Notwithstanding the foregoing terms, Recipient shall be permitted to disclose such Confidential Information that is required to be disclosed pursuant to any law, rule or regulation. In the event that Recipient receives a request or legal directive to disclose Confidential Information, Recipient shall promptly provide written and verbal notification to Integrity of such a request. Recipient shall consult with Integrity on the advisability of taking steps to resist or narrow such request or directive. If disclosure is deemed advisable, Recipient shall cooperate with Integrity in any attempt that Integrity may make to obtain an order or other reliable assurance that confidential treatment will be accorded by the

requesting or directing party to the information required to be disclosed.

5. The restrictions set forth in Clauses 2 and 3 above shall not apply to any part of the Confidential Information which is:
  - (a) now in the public domain or becomes part of the public domain other than through an act of the Recipient or its Representatives; or
  - (b) in the lawful possession of the Recipient prior to its disclosure by Integrity; or
  - (c) subject to disclosure required by law, rule or regulation provided that Integrity is given notice pursuant to Clause 4 prior to such disclosure; or
  - (d) made available to the Recipient or its Representatives from a source who may reasonably be believed to legally hold such information and who is not bound to Integrity under a confidentiality agreement.
6. Recipient acknowledges the competitive value of the Confidential Information. Accordingly, without limitation and in addition to any rights of Integrity and its joint venture partners against the Recipient arising by any breach hereof, the Recipient shall:
  - (a) be liable to Integrity for all losses, costs, damages and expenses whatsoever which they may suffer, sustain, pay or incur; and in addition,
  - (b) indemnify Integrity against any and all actions, proceedings, claims, demands, losses, costs, damages and expenses whatsoever which may be brought against or suffered by Integrity or which Integrity may suffer, sustain, pay or incur;resulting from disclosure by the Recipient, or its Representatives, of all or any part or parts of the Confidential Information.
7. At any time, at the request of Integrity, Recipient shall immediately return or cause to be returned to Integrity all of the Confidential Information which may have been released to the Recipient. Recipient shall not retain any copies or other reproductions or extracts of the Confidential Information. Furthermore, Recipient shall, if so requested by Integrity, provide certification from an officer of the Recipient to Integrity that the terms and conditions of this Clause have been complied with. The Recipient will return all requested Confidential Information except to the extent that computer systems are back-up or archived. The Recipient will be able to retain a copy of any analysis of Confidential Information in respect to a possible transaction with Integrity for any internal management and/or board of directors recommendations or approvals.
8. Recipient understands and agrees that no contract or agreement providing for the sale of the Property shall be deemed to exist between the Recipient and Integrity unless and until a definitive offer to purchase has been accepted in writing by Integrity. For greater clarity the Recipient acknowledges that this Agreement does not constitute a definitive offer to purchase. Recipient hereby waives, in advance, any claims (including, without limitation, breach of contract) in connection with the sale of the Property unless and until a definitive offer to purchase from Recipient has been accepted in writing by Integrity.
9. This Confidentiality Agreement shall remain in force for a period of one year from the date hereof, or until such time as all of the Confidential Information becomes part of the public

- domain through conventional processes and through no violation of this Agreement, whichever comes first.
10. Recipient understands that in providing access to the Confidential Information, Integrity makes no representation or warranty as to the accuracy or completeness of the Confidential Information. Recipient agrees that neither Integrity nor anyone representing Integrity shall have any liability to the Recipient or any of its Representatives as a result of the use of the information by it or its Representatives.
  11. This Agreement shall be construed and determined according to the laws of the Province of Alberta.
  12. Recipient acknowledges and agrees that Integrity may be irreparably injured by a breach of this Confidentiality Agreement that could not be adequately compensated for by damages. Integrity and its joint venture partners shall be entitled to equitable relief, including injunctive relief and specific performance, in the event of a breach of any of the provisions of this Confidentiality Agreement. Such remedies shall be in addition to all other remedies available at law or in equity.
  13. Recipient understands and agrees that:
    - (a) Integrity shall be free to conduct the process for the sale of the Property in its sole discretion and shall determine, without limitation, the course and nature of negotiations with any prospective buyer and the acceptance of a definitive offer to purchase without prior notice to the Recipient, its Representatives or any other person or corporate entity; and
    - (b) Recipient shall not have any claims whatsoever against Integrity or any of its directors, officers, stockholders, owners, affiliates, representatives, advisors or agents arising out of or relating to the sale of the Property other than as a party to a definitive offer to purchase accepted in writing by Integrity and then only against Integrity and in accordance with the terms of said offer to purchase.
  14. Recipient hereby acknowledges that it is aware and that it will advise its Representatives privy to the Confidential Information that applicable security laws prohibit any person who has received from an issuer material, non-public information concerning the matters which are the subject of this Agreement from purchasing or selling securities of such issuer or from communicating such information to any other person, under circumstances in which it is reasonably foreseeable that such person is likely to purchase or sell such securities.
  15. Recipient shall not initiate or arrange, directly or indirectly, or maintain contact regarding Integrity's business operations, prospects or finances (except as contemplated herein and for those contacts made in the ordinary course of business unrelated to the possible transaction) with any officer, director, employee, consultant or other representative of Integrity, or with any customer, supplier, sales representative, or competitor of Integrity except with the express written permission of Integrity. Any such permission granted by Integrity may be revoked at any time.
  16. If any provision of this agreement is wholly or partially unenforceable for any reason, such unenforceability shall not affect the enforceability of the balance of this Confidentiality Agreement.



17. This Confidentiality Agreement shall be binding upon, and enure to the benefit of, the parties hereto, and their respective successors and permitted assigns.

The Recipient accepts the Confidential Information to be provided relating to the Property subject to the terms and conditions set forth in this Confidentiality Agreement.

Yours truly,

\_\_\_\_\_  
COMPANY NAME

\_\_\_\_\_  
OFFICER'S SIGNATURE

\_\_\_\_\_  
OFFICER'S PRINTED NAME & TITLE

☐

I certify that no changes have been made to this Confidentiality Agreement that have not been clearly marked and initialed.

**CONFIDENTIAL INFORMATION DELIVERY OPTIONS:** *(please check one)*

\_\_\_\_ Electronic or \_\_\_\_ Hard copy (binder)

\_\_\_\_\_  
NAME OF CONTACT PERSON TO FORWARD INFORMATION

\_\_\_\_\_  
CONTACT ADDRESS

\_\_\_\_\_  
TELEPHONE NUMBER

\_\_\_\_\_  
EMAIL ADDRESS

**Option to Attach Business Card Here:**

**Accepted by Integrity Oil Operations Ltd. this \_\_\_\_ day of \_\_\_\_\_, 20\_\_**

\_\_\_\_\_  
Tracy Klotz  
President