



Trafigura Canada General Partnership

Suite 3450, 400 - 3rd Ave. S.W.
Calgary, AB, Canada, T2P 4H2
Phone: (403) 294-6750 Fax: (403) 294-0900

This and the attached "General Terms" forms an agreement whereby the Buyer agrees to purchase and accept and the Seller agrees to sell and deliver under the following terms and conditions:

BUYER: Trafigura Canada General Partnership

SELLER: Drakkar Energy Ltd.

QUANTITY: 933 M3 Per Month(Estimated)

QUALITY: Producing location(s) and delivery quality is described in the attached "Appendix A".

TERM: December 2016 ; continuing monthly thereafter until cancelled by either party with 30 days advance written notice.

PAYMENT: Payable by Wire in Canadian funds on or before the 25th of the month following the month of delivery.

SPECIAL PROVISIONS: 1) Please confirm that this Contract accurately reflects the terms and conditions of our agreement. If a reply is not received within five (5) business days, it will constitute acceptance of the terms stated therein.

INVOICE CONTACT: Invoicing Trafigura Phone (403) 294-0400
Fax (403) 294-0900

Dated this 8th day of December, 2016.

TRAFIGURA CANADA GENERAL PARTNERSHIP

DRAKKAR ENERGY LTD.

Contract # DRA-2016-1490-P1

Contract # _____

Per: 

Hugh McLeod

Title: _____

Per: 

President

Title: _____

Appendix A List of Facilities

Contract No.: DRA-2016-1490.00-P1

Facility Name	Legal Description	Injection Point	Effective Date	Volume	Units
SPR - PEACE					
09-03-076-21W5	09-03-076-21W5	PEACE VALLEYVIEW TT 857	Dec 1,2016	1	M3 per month
			EVERGREEN		

Price: Average settlement prices for West Texas Intermediate as traded during the calendar month on the NYMEX plus Weighted Average of Ne2 (PSO) and NGX (PSO) WTI Index minus \$0.20 US/BBL plus the one month prior stream quality differential for Peace Sour crude at Edmonton.

SPR - TER HIGH PRAIRI

08-09-076-21W5	08-09-076-21W5	TER HIGH PRAIRIE TRUCK TERMIN	Dec 1,2016	1	M3 per month
			EVERGREEN		

Price: Average settlement prices for West Texas Intermediate as traded during the calendar month on the NYMEX plus Weighted Average of Ne2 (PSO) and NGX (PSO) WTI Index minus \$0.20 US/BBL plus the one month prior stream quality differential for Peace Sour crude at Edmonton.

09-03-076-21W5	09-03-076-21W5	TER HIGH PRAIRIE TRUCK TERMIN	Dec 1,2016	1	M3 per month
			EVERGREEN		

Price: Average settlement prices for West Texas Intermediate as traded during the calendar month on the NYMEX plus Weighted Average of Ne2 (PSO) and NGX (PSO) WTI Index minus \$0.20 US/BBL plus the one month prior stream quality differential for Peace Sour crude at Edmonton.

SPR - TER VALLEYVIEW

09-03-076-21W5	09-03-076-21W5	TER VALLEYVIEW TRUCK TERMIN	Dec 1,2016	930	M3 per month
			EVERGREEN		

Price: Average settlement prices for West Texas Intermediate as traded during the calendar month on the NYMEX plus Weighted Average of Ne2 (PSO) and NGX (PSO) WTI Index minus \$0.20 US/BBL plus the one month prior stream quality differential for Peace Sour crude at Edmonton.

Total Volume: 933 M3