

Fireweed Energy Ltd. Information Memorandum

Large Scale Liquids-Rich Resource in an Emerging Montney Development Region



FIREWEED ENERGY LTD

Fireweed Energy Ltd. ("**Fireweed**" or the "**Company**") has initiated a process to identify strategic alternatives and has retained Peters & Co. Limited ("**Peters & Co.**") as its exclusive financial advisor to assist in this process.

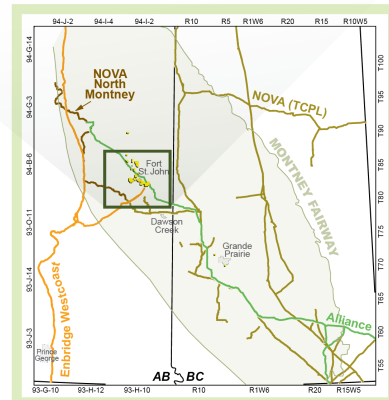
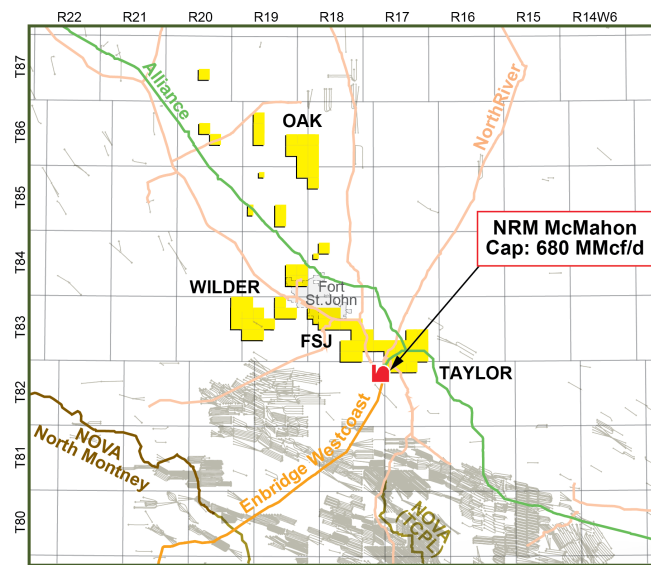
Fireweed's assets are located within the NEBC Montney fairway and offer a compelling opportunity to gain exposure to a world class resource play with a diversified commodity mix, alongside access to multiple egress points and markets.

Fireweed is seeking a corporate sales transaction. Confidential information will be made available to parties who execute a confidentiality agreement.

Highlights

- **Established Land Position:** Fireweed holds ~65 gross (~55 net) sections of Montney land located between the greater Fort St. John and Oak regions of NEBC, held with indefinite tenure due to the lands presence within the established Montney development fairway and the vintage of the lands
 - The assets provide a strategic platform from which to consolidate land in the area, including open Crown lands
- **Substantial Resource in Place:** Management estimates a total of ~5.5 Tcf of raw gas originally in place on company lands in the Upper Montney and Lower Montney Turbidite alone, with expected liquids of 60-100 bbl/MMcf (C2+)
- **Large Scale Development Potential:** An illustrative development program shows the ability to grow production to ~15,000 boe/d and hold flat for over a decade, while drilling less than a quarter of the inventory identified by the company
- **Located in an Emerging Development Region:** Industry activity within this region of the Montney fairway has been steadily increasing, with improving well results validating the commerciality of the resource, as refined development techniques are deployed
- **Attractive Drilling Economics:** Conservative type curve estimates based on offsetting production and capital costs result in attractive economics of ~70-110% IRR with payouts of less than 1.5 years (based on \$75/bbl WTI and \$3.00/Mcf AECO flat pricing)
- **Multitude of Processing and Egress Options:** The assets are in close proximity to the North River McMahon gas plant, as well as multiple regional gas transmission systems including NGTL, Alliance, Westcoast and Coastal GasLink
- **Minimal ARO:** The company has no wellbores, pipelines or facilities. The only liabilities the company has are two well sites that are at the phase 2 environmental stage with minimal capital to restore

NEBC Montney Asset Overview



Operational Overview

Area	Montney Land			Inventory ¹
	Gross Acres #	Net Acres #	Avg. WI %	Locations Net
Oak / Stoddart	10,990	7,295	66%	38
Taylor / FSJ / Wilder	31,516	28,349	90%	498
Total	42,506	35,644	84%	536

¹ Based on internal company estimates, normalized to 1-mile lateral lengths

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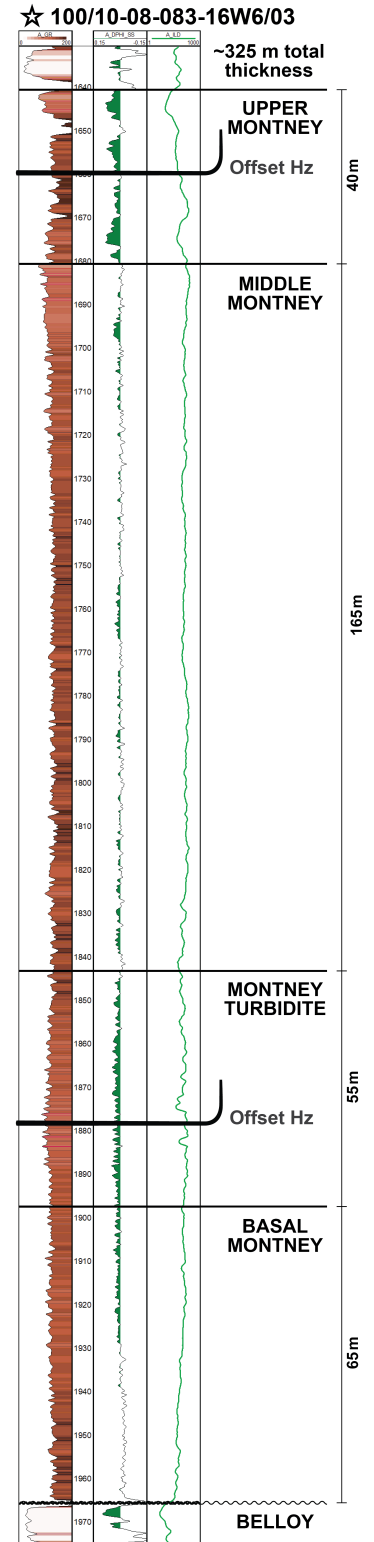
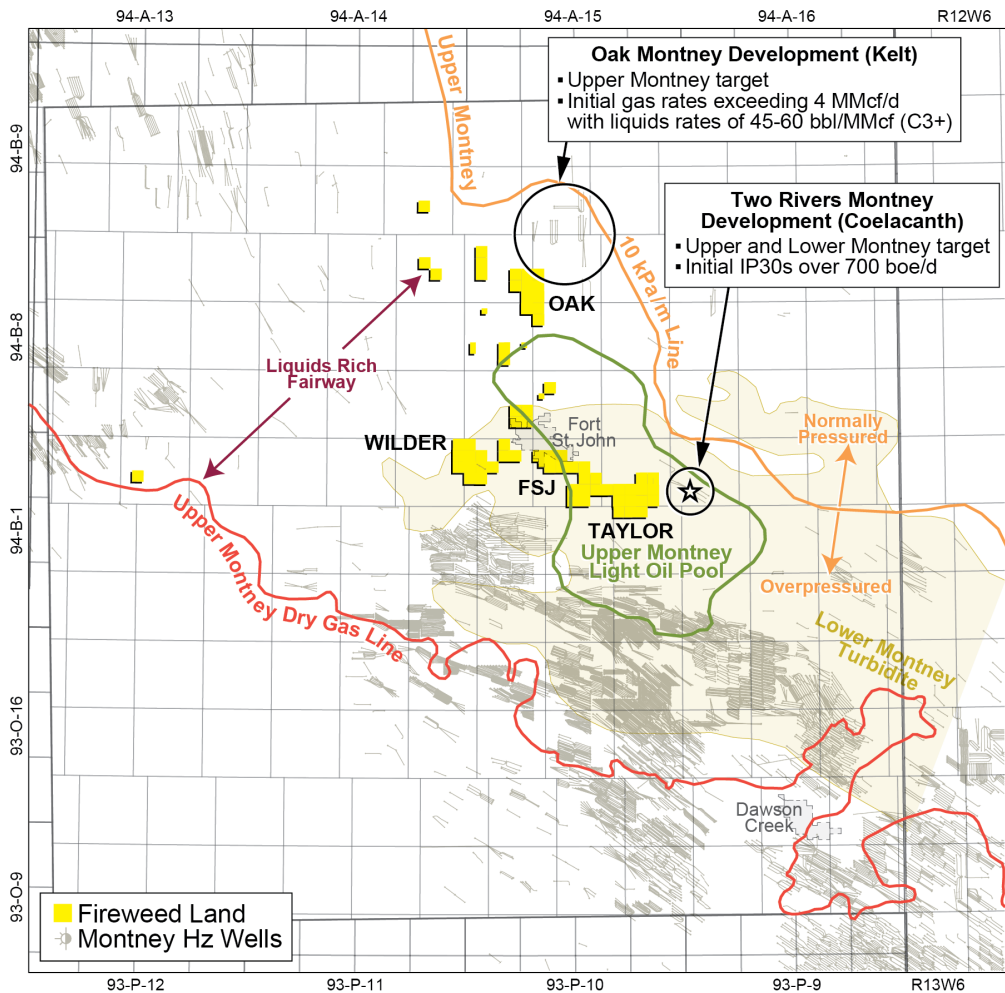




Large Scale Montney Resource

Lands are Located in the Overpressured, Liquids-Rich Montney Fairway

NEBC Montney Overview



- Fireweed’s lands are positioned within the over-pressured, liquids-rich region of the Montney, where recent offsetting activity continues to validate the underlying resource within proximity of Fireweed’s lands
 - Recent third party activity offsetting Taylor has the potential to support Reserve bookings by year end
- The Montney Formation in this area can reach over 300 m in thickness, and is divided into the Upper, Middle, and Lower zones
 - Neighboring operators have primarily focused activity in the Upper Montney and Lower Montney Turbidite, with early testing and development initiated within the Middle and Basal Montney zones
- Overall thickness and resource-in-place allows for stacked development of the Montney, materially enhancing the development potential of the assets
- There are a significant number of vertical wellbores across Fireweed lands that identify, confirm and de-risk the Montney play. Any development can use these wellbores for well control and zone selection for commercial development
- Considerable upside still exists as the bulk of the Montney has yet to be thoroughly delineated





Process Details and Contacts

Fireweed Energy Ltd. ("**Fireweed**" or the "**Company**") has initiated a process to identify strategic alternatives and has retained Peters & Co. Limited ("**Peters & Co.**") as its exclusive financial advisor to assist in this process. Fireweed is seeking a corporate sale, with consideration also given to mergers or other transaction structures (collectively, "**Potential Transactions**").

Process: Fireweed is soliciting proposals for Potential Transactions involving the Company described within this document and the Virtual Data Room ("**VDR**").

Confidentiality Agreement: To receive a confidentiality agreement ("**CA**") please contact any of the Peters & Co. representatives listed below.

Confidential Information: Access to confidential information will require execution of a CA. Parties that execute the CA may receive access to the VDR containing technical and financial information.

Timeline: Transaction proposal deadline will be communicated to parties that execute a CA.

Inquiries: Peters & Co. will act as the sole contact for all parties who have expressed an interest in this process ("**Interested Parties**"). The directors, officers and employees of Fireweed should not be contacted directly. All communications and inquiries should be directed to one of the Peters & Co. representatives listed below.

Contacts

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The information contained herein (the "**Information**") has been prepared in good faith to assist Interested Parties in completing their own independent evaluation of the assets, but does not purport to be all inclusive or to contain all of the information that an Interested Party may desire or that may be required by an Interested Party to properly evaluate the assets. In all cases, the Interested Parties should conduct their own independent investigation and analysis of the assets and the data set forth in this Information Memorandum.

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