COURT FILE NUMBER

QB No. 783 of 2017

COURT

QUEEN'S BENCH FOR SASKATCHEWAN

IN BANKRUPTCY AND INSOLVENCY

JUDICIAL CENTRE

SASKATOON

**PLAINTIFF** 

**AFFINITY CREDIT UNION 2013** 

DEFENDANT

VORTEX DRILLING LTD.

## IN THE MATTER OF THE RECEIVERSHIP OF VORTEX DRILLING LTD.

# ORDER (Sale Approval, Vesting, and Distribution Order)

Before the Honourable Mr. Justice N.G. Gabrielson in Chambers the 25th day of October, 2017.

Upon the application by Ian A. Sutherland, counsel on behalf of Deloitte Restructuring Inc. in its capacity as the Court-appointed receiver (the "Receiver") of the assets of Vortex Drilling Ltd. (the "Debtor"), for an Order approving the sale transaction (the "Transaction") contemplated by an asset purchase agreement (the "Agreement") between the Receiver and Matrrix Energy Technologies Inc. (the "Purchaser") executed October 13, 2017 and appended to the First Confidential Report of the Receiver dated October 20, 2017 (the "Confidential Report"), and vesting in the Purchaser the Debtor's right, title, and interest in and to the assets described in the Agreement (the "Purchased Assets");

And upon reading the Receivership Order dated July 24, 2017 (the "Receivership Order"), the Notice of Application on behalf of the Receiver dated October 20, 2017, the First Report of the Receiver dated October 20, 2017 (the "First Report"), the Confidential Report, draft Order, proof of compliance with General Application Practice Directive #3, Affidavit of Service, Brief of Law, and the pleadings and proceedings herein:

#### The Court Orders:

#### **GENERAL**

 Capitalized terms not otherwise defined in this Order have the respective meanings ascribed to them in the Receivership Order and First Report.

#### SERVICE

2. Service of notice of this application and supporting materials is hereby declared to be good and sufficient, and no other person is required to have been served with notice of this application, and the time for service of this application is abridged to that actually given.

## APPROVAL OF THE TRANSACTION

3. The Transaction is hereby approved, as is the Receiver's execution of the Agreement (with such non-material modifications as the Receiver may determine in its discretion, acting reasonably). The Receiver is hereby authorized and directed to take such additional steps and execute such additional documents as may be necessary or desirable for the completion of the Transaction or for the conveyance of the Purchased Assets to the Purchaser.

#### **VESTING OF PROPERTY**

- 4. Upon delivery of a Receiver's certificate to the Purchaser (or its nominee) substantially in the form set out in **Schedule "A"** hereto (the "**Receiver's Certificate**"), all of the Debtor's right, title and interest in and to the Purchased Assets described in the Agreement and listed in **Schedule "B"** hereto shall vest absolutely in the name of the Purchaser free and clear of and from any and all security interests (whether contractual, statutory, or otherwise), hypothecs, caveats, mortgages, trusts or deemed trusts (whether contractual, statutory, or otherwise), liens, executions, levies, distress, charges, or other financial or monetary claims, whether or not they have attached or been perfected, registered or filed and whether secured, unsecured or otherwise (collectively, the "**Claims**") including, without limiting the generality of the foregoing:
  - (a) any encumbrances or charges created by the Receivership Order;
  - (b) all charges, security interests or Claims evidenced by registrations pursuant to *The Personal Property Security Act, 1993* (Saskatchewan), or any other personal property registry system; and
  - (c) for further certainty, those Claims listed on Schedule "C" hereto (all of which are collectively referred to as the "Encumbrances"), and, for greater certainty, this Court orders that all of the Encumbrances affecting or relating to the Purchased Assets are hereby expunged and discharged as against the Purchased Assets.
- Upon the filing by the Receiver or its legal counsel of a certified copy of this Order, and the payment of applicable fees, the Registrar of the Personal

Property Registry (Saskatchewan) shall and is hereby directed to cancel and discharge those Claims described in Schedule "C" to this Order.

- 6. For the purposes of determining the nature and priority of Claims, the amounts to be received by the Receiver from the Purchaser on account of the Purchased Assets (the "Proceeds") shall stand in the place of the Purchased Assets, and all Claims and Encumbrances shall attach to the Proceeds with the same priority (if any) as they had with respect to the Purchased Assets immediately prior to the sale, as if the Purchased Assets had not been sold and remained in the possession or control of the person having that possession or control immediately prior to the sale.
- Upon the completion of the Transaction:
  - (a) the Purchaser shall have no liability of any kind whatsoever in respect of any Claims against the Debtor; and
  - (b) the holders of the Encumbrances shall have no claim whatsoever against the Receiver or the Debtor.
- 8. The Debtor and all persons who claim by, through or under the Debtor in respect of the Purchased Assets, shall stand absolutely barred and foreclosed from all estate, right, title, interest, rental and equity of redemption of the Purchased Assets and, to the extent that any such persons remains in possession or control of any of the Purchased Assets, they shall forthwith deliver possession thereof to the Purchaser.
- 9. The Purchaser shall be entitled to enter into and upon, hold and enjoy the Purchased Assets for its own use and benefit without any interference of or by the Debtor, or any person claiming by or through or against the Debtor.
- 10. The Receiver is to file with the Court a copy of the Receiver's Certificate forthwith after delivery thereof to the Purchaser.

## 11. Notwithstanding:

- (a) the pendency of these proceedings;
- (b) any applications for a bankruptcy order now or hereafter issued pursuant to the *Bankruptcy and Insolvency Act* (Canada) in respect of the Debtor and any bankruptcy order issued pursuant to any such applications; and
- (c) any assignment in bankruptcy made in respect of the Debtor;

the vesting of the Purchased Assets in the Purchaser pursuant to this Order shall be binding on any trustee in bankruptcy that may be appointed in respect of the Debtor and shall not be void or voidable by creditors of the Debtor, nor shall it constitute nor be deemed to be a settlement, fraudulent preference, assignment, fraudulent conveyance, transfer at undervalue, or other reviewable transaction under the *Bankruptcy and Insolvency Act* (Canada) or any other applicable federal or provincial legislation, nor shall it constitute oppressive or unfairly prejudicial conduct pursuant to any applicable federal or provincial legislation.

12. The Receiver, the Purchaser and any other interested party shall be at liberty to apply for further advice, assistance and directions as may be necessary in order to give full force and effect to the terms of this Order and to assist and aid the parties in closing the Transaction.

# RECEIVER'S ACTIONS, RECEIPTS AND DISBURSEMENTS

- 13. The Receiver's activities, actions, conduct, fees, disbursements, and proposed courses of action, including the legal fees of the Receiver's legal counsel, as outlined in the First Report, are approved.
- 14. The Receiver's Interim Statement of Receipts and Disbursements for the period from July 24, 2017 to October 17, 2017, as set out in the First Report, is approved.

#### THE MAINS HOLDBACK

- 15. Pending further order of the Court, the Receiver shall hold back the amount of \$72,873.30 from the Proceeds (the "Mains Holdback") in respect of the commercial lien formerly registered in the Personal Property Registry (Saskatchewan) as Registration #301656696 (the "Commercial Lien") against certain of the Purchased Assets in favour of Mains Welding Ltd. ("Mains Welding").
- Mains Welding Ltd. is hereby required to file with the Receiver proof of its lien claim in a form acceptable to the Receiver, on or before November 15, 2017, along with any further documentation the Receiver may require to analyze the Commercial Lien and issue a further report to the Court.

## INTERIM DISTRIBUTION FROM PROCEEDS

- 17. In addition to the Mains Holdback, the Receiver shall hold back any other necessary reserves from the Proceeds as may be determined necessary by the Receiver, and not distribute the same until further order of the Court.
- 18. From the remaining balance of the Proceeds, the Receiver is hereby authorized to make the following interim distributions after the closing of the Transaction:

- (a) repayment of the Receiver's \$500,000 borrowings under the Borrowing Facility;
- (b) an interim distribution up to the maximum amount of \$200,000 to the CRA on account of the CRA Trust Claims; and
- (c) a further interim distribution to the Affinity Credit Union 2013 up to the amount of the Affinity Indebtedness.

# SEALING OF THE CONFIDENTIAL REPORT

- 19. The Confidential Report, including the appendices thereto, shall be kept sealed and confidential, and shall not form part of the public record but shall be kept separate and apart from the other contents of the Court file in respect of this matter in a sealed envelope which sets out the style of cause of these proceedings and a statement that the contents thereof are subject to a Sealing Order, and shall not be opened except by the Honourable Mr. Justice N.G. Gabrielson, by further Order of the Court, or upon the filing of the Receiver's Certificate as contemplated herein.
- 20. An application to unseal the Confidential Report may be made at any time upon fourteen days' notice to counsel for the Receiver.

## **MISCELLANEOUS MATTERS**

- 21. This Court hereby requests the aid and recognition of any court, tribunal, regulatory or administrative body having jurisdiction in Canada or in the United States to give effect to this Order and to assist the Receiver and its agents in carrying out the terms of this Order. All courts, tribunals, regulatory and administrative bodies are hereby respectfully requested to make such orders as to provide such assistance to the Receiver, as an officer of this Court, as may be necessary or desirable to give effect to this Order or to assist the Receiver and its agents in carrying out the terms of this Order.
- 22. This Order must be served only upon those interested parties attending or represented at the within application and service may be effected by electronic mail, facsimile, registered mail, courier or personal delivery. Service is deemed to be effected the next business day following the transmission or delivery of such documents.
- 23. Service of this Order on any party not attending this application is hereby dispensed with.

ISSUED at Saskatoon, Saskatchewan this day of October, 2017.

B. WEREZAK

DEPUTY LOCAL REGISTRAR

(Deputy) Local Registrar

# CONTACT INFORMATION AND ADDRESS FOR SERVICE

Name of firm: McDougall Gauley LLP

Name of lawyer in charge of file: Ian A. Sutherland

Address of legal firm: 500-616 Main Street, Saskatoon, SK S7H 0J6

Telephone / Facsimile: (306) 653-1212 / (306) 652-1323 Email address: <u>isutherland@mcdougallgauley.com</u>

## SCHEDULE "A"

#### RECEIVER'S CERTIFICATE

COURT FILE NUMBER

QB No. 783 of 2017

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**AFFINITY CREDIT UNION 2013** 

DEFENDANT

VORTEX DRILLING LTD.

## IN THE MATTER OF THE RECEIVERSHIP OF VORTEX DRILLING LTD.

## RECITALS

- A. Pursuant to the Order of the Honourable Mr. Justice B.J. Scherman dated July 24, 2017, Deloitte Restructuring Inc. was appointed by the Court as the receiver (the "Receiver") of the undertaking, property, and assets of Vortex Drilling Ltd. (the "Debtor").
- B. Pursuant to an Order of the Court dated (Abover as, 2017 (the "Approval, Vesting, and Distribution Order") the Court approved the Asset Purchase Agreement (the "Agreement") between the Receiver and Matrrix Energy Technologies Inc. (the "Purchaser") and provided for the vesting in the Purchaser of the Debtor's right, title and interest in and to the Purchased Assets, which vesting is to be effective with respect to the Purchased Assets upon the delivery by the Receiver to the Purchaser of a certificate confirming: (i) the payment by the Purchaser of the Purchase Price for the Purchased Assets; (ii) the Conditions Precedent to the completion of the Transaction outlined in Article 10 of the Agreement have been satisfied or waived by the Receiver and the Purchaser; and (iii) the Transaction has been completed to the satisfaction of the Receiver.
- C. Unless otherwise indicated herein, capitalized terms have the meanings set out in the Approval, Vesting, and Distribution Order.

## THE RECEIVER CERTIFIES the following:

 The Purchaser has paid and the Receiver has received the Purchase Price for the Purchased Assets payable on the closing date pursuant to the Agreement.

| 2.     | Article               | Conditions F<br>e 10 of the A<br>he Purchase | Agreer  |                      |       |      |          |    |             |        |    |
|--------|-----------------------|--|---------|----------------------|-------|------|----------|----|-------------|--------|----|
| 3.     | This                  | Certificate                                  | was     | delivered<br>[date]. | 1770  | the  | Receiver | at | <del></del> | [time] | on |
| In its | capaci                | RESTRUCT<br>ty as Receiv<br>s personal c     | er of \ | /ortex Drilli        | ng Li | td., |          |    |             |        |    |
|        | and the feet frameway | a, CPA, CA,<br>-President                    | CIRP    | LIT                  |       |      |          |    |             |        |    |

# Parcel 1 – Vortex Rig 1

#### 1 Ria 1

One complete modular drilling rig package with major equipment asset components, as follows:

## 1.1 Mast

One telescopic double mast, steel constructed , complete with plumbed electrical and hydraulic components, 4 sheave crown with fast line and monkey board.

| Mast Manufacturer:                    | Do All Industries                     |
|---------------------------------------|---------------------------------------|
| Mast Design:                          | R.A. Hodgson Industrial Engineering   |
| Mast File #:                          | 5044-M                                |
| Mast Model #:                         | MT104-9.5-400E                        |
| Mast Type:                            | Telescoping Double                    |
| Mast Serial #:                        | M-0103011-G                           |
| Mast Height:                          | 104'/31.7m                            |
| Mast Base Width:                      | 9'6"/2.90m                            |
| Maximum Static Hook Load:             | 400,000 lbs/177,900 daN (8 lines)     |
| Maximum Static Hook Load w/ Setback:  | 135 Kph                               |
| Maximum Static Hook Load w/o Setback: | 160 Kph                               |
| Mast Date of Manufacture:             | January 2011                          |
| Mast Certification Date:              | March 15, 2011                        |
| Mast Monkey Board:                    | Integrally mounted                    |
| Mast Raising Cylinders:               | Dual, multi stage hydraulic cylinders |
| Mast Ladder:                          | Integrally mounted to mast            |
| Mast Crown:                           | 4 sheave crown, 1 fast line sheave    |
| Mast Stand Pipe:                      | Integrally mounted                    |
| Mast Tugger Winch Manufacturer:       | Dual Pullmaster winches               |
| Mast Tugger Winch Model #:            | PL8                                   |
| Travelling Block Manufacturer:        | McKinney Machine                      |
| Travelling Block Model:               | Arctic                                |
| Travelling Block Rated Capacity;      | 160 Ton                               |
| Travelling Block Serial #:            | 10-435                                |
| Travelling Block Sheaves:             | 4-30" grooved for 1 1/8" wireline     |
| Travelling Block Certification:       | Material Testing Services             |
| Travelling Block Certification Date:  | April 21, 2016                        |
| Rotary Swivel Manufacturer:           | McKinney Machine                      |
|                                       |                                       |

| Rotary Swivel Model #:                  | Arctic P200                       |
|---|-----------------------------------|
| Rotary Swivel Serial #:                 | 3765                              |
| Rotary Swivel Capacity:                 | 200 Ton                           |
| Rotary Swivel Certification:            | Material Testing Services         |
| Rotary Swivel Certification Date:       | November 23, 2015                 |
| Rotary Tong Manufacturer:               | Rostel Industries                 |
| Rotary Tong Model:                      | AAX                               |
| Rotary Tong Serial #:                   | IM0005-IM0006                     |
| Rotary Tong Type:                       | Manual                            |
| Rotary Tong Jaws:                       | 5 lug jaws, at time of inspection |
| Rotary Tong Certification:              | Buffalo Inspections               |
| Rotary Tong Certification Date:         | May 17, 2016                      |
| Elevator Bail Link Manufacturer:        | King Oil Tools                    |
| Elevator Bail Link Size:                | 2 ¼" x 96"                        |
| Elevator Bail Link Serial #:            | MP120710-88/MP120710-8B           |
| Elevator Bail Link Capacity:            | 250 Ton/500,000 lbs/222,400 daN   |
| Elevator Bail Link Inspection:          | Buffalo Inspections               |
| Elevator Bail Link Certification:       | Kodiak Engineering                |
| Elevator Bail Link Certification Date:  | April 16, 2016                    |
| Drill Pipe Elevator Size:               | To accommodate 4 ½" drill pipe    |
| Drill Pipe Elevator Rating:             | 175 Ton                           |
| Drill Pipe Elevator Serial #:           | 40846                             |
| Drill Pipe Elevator Certification:      | Material Testing Services         |
| Drill Pipe Elevator Certification Date: | April 21, 2016                    |
|   |                                   |

## 1.2 Substructure

One step-down substructure to accommodate the above mast, complete with loading beams, drawworks carrier deck, rotary beams, drawworks master skid, working floor and BOP cellar area.

| Cubateustura Manufacturare               | Do All Industries  |
|--|--------------------|
| Substructure Manufacturer:               | Do All Illuustries |
| Substructure Serial #:                   | DOALL-S-0103011    |
| Substructure Model #:                    | ST14-14.2-340E     |
| Substructure Type:                       | Step Down          |
| Substructure Floor Height:               | 14'                |
| Substructure Max Static Rotary Capacity: | 337,000 lbs        |
| Substructure Certification:              | AM Inspection Ltd. |
| Substructure Certification #:            | 13649              |
| Substructure Certification Date:         | April 11, 2016     |

| Substructure Walls:                | Steel crossed crimped panels        |
|------------------------------------|-------------------------------------|
| Substructure BOP Handling:         | Integral BOP lift system            |
| Substructure Heaters:              | Dual Ruffneck steam heaters         |
| Rotary Table:                      | Mounted at well center              |
| Rotary Table Size:                 | 17 ½" x 44"                         |
| Rotary Table Drive:                | Elevated chain drive from drawworks |
| Annular BOP Manufacturer:          | Shenkai Petroleum                   |
| Annular BOP Size:                  | 9″                                  |
| Annular BOP Pressure Rating:       | 3000 psi                            |
| Annular BOP Litres to Open:        | 19.03                               |
| Annular BOP Litres to Close:       | 27.36                               |
| Annular BOP Serial #:              | 111                                 |
| Annular BOP Job#:                  | 67858                               |
| Annular BOP Trim:                  | NACE                                |
| Annular BOP Certification:         | Alberta Petroleum Industries        |
| Annular BOP Certification Date:    | March 11, 2013                      |
| Annular BOP Certification Renewal: | May 1, 2018                         |
| Blind Ram Manufacturer:            | Shenkai Petroleum                   |
| Blind Ram Size:                    | 9″                                  |
| Blind Ram Pressure Rating:         | 3000 psi                            |
| Blind Ram Litres to Open:          | 2.57                                |
| Blind Ram Litres to Close:         | 2.91                                |
| Blind Ram Model:                   | LWP                                 |
| Blind Ram Serial #:                | 218                                 |
| Blind Ram Job #:                   | 67858                               |
| Blind Ram Trim:                    | NACE                                |
| Blind Ram Certification:           | Alberta Petroleum Industries        |
| Blind Ram Certification Date:      | August 22, 2013                     |
| Blind Ram Certification Renewal:   | May 1, 2018                         |
| Pipe Ram Manufacturer:             | Shenkai Petroleum                   |
| Pipe Ram Size:                     | 9″                                  |
| Pipe Ram Pressure Rating:          | 3000 psi                            |
| Pipe Ram Litres to Open:           | 2.57                                |
| Pipe Ram Litres to Close:          | 2.91                                |
| Pipe Ram Model:                    | LWP                                 |
| Pipe Ram Serial #:                 | 217                                 |
| Pipe Ram Job #:                    | 67858                               |
| •                                  |                                     |

| Pipe Ram Trim:   | NACE                            |
|--|---------------------------------|
| Pipe Ram Certification:                                      | Alberta Petroleum Industries    |
| Pipe Ram Certification Date:                                 | August 21, 2013                 |
| Pipe Ram Certification Renewal:                              | May 1, 2018                     |
| Working Spool Manufacturer:                                  | Alberta Petroleum Industries    |
| Working Spool Flange Size:                                   | 9′ 3000                         |
| Working Spool #1 Outlet Size:                                | 3 1/8" 3000                     |
| Working Spool #1 Outlet Size:                                | 2 1/16" 5000                    |
| Working Spool #2 Outlet Size:  Working Spool Overall Length: | 17"                             |
| Working Spool Overall Length.  Working Spool Serial #:       | 65904-01                        |
| Working Spool Job #:   | 65904                           |
| Working Spool Job #:  Working Spool Pressure Rating:         | 3000                            |
|  |                                 |
| Working Spool Trim:  | NACE                            |
| Working Spool Certification:                                 | Alberta Petroleum Industries    |
| Working Spool Certification Date:                            | June 4, 2012                    |
| Working Spool Certification Renewal:                         | May 1, 2018                     |
| Change Over Spool Manufacturer:                              | Alberta Petroleum Industries    |
| Change Over Spool Upper Flange:                              | 11" 3000/2000                   |
| Change Over Spool Lower Flange:                              | 9″ 3000                         |
| Change Over Spool Outlet Size:                               | Dual 2 1/16" 5000# @ 180 degree |
| Change Over Spool Overall Length:                            | 16"                             |
| Change Over Spool Serial #:                                  | 63494-01                        |
| Change Over Spool Job #:                                     | 71001                           |
| Change Over Spool Trim:                                      | NACE                            |
| Change Over Spool Certification:                             | Alberta Petroleum Industries    |
| Change Over Spool Certification Date:                        | April 10, 2015                  |
| Change Over Spool Certification Renewal:                     | May 1, 2018                     |
| #1 HCR Valve Manufacturer:                                   | CNV Valve & Control Co.         |
| #1 HCR Valve Size:   | 3 1/8"                          |
| #1 HCR Valve Pressure Rating:                                | 3000 psi                        |
| #1 HCR Valve Serial #:                                       | D1012026                        |
| #1 HCR Valve Type:   | Ball valve                      |
| #1 HCR Valve Trim:   | NACE                            |
| #1 HCR Valve Certification:                                  | Alberta Petroleum Industries    |
| #1 HCR Valve Certification Date:                             | November 19, 2015               |
| #2 HCR Valve Manufacturer:                                   | KBV                             |
| #2 HCR Valve Size:   | 3 1/8"                          |
|  |                                 |

| #2 HCR Valve Pressure Rating:       | 3000 psi                            |
|-------------------------------------|-------------------------------------|
| #2 HCR Valve Serial #:              | 014143124                           |
| #2 HCR Valve Type:                  | Gate valve                          |
| #2 HCR Valve Trim:                  | NACE                                |
| #2 HCR Valve Certification:         | Alberta Petroleum Industries        |
| #2 HCR Valve Certification Date:    | November 06, 2015                   |
| Number of Kill Line Valves:         | 4                                   |
| Kill Line Valve Manufacturer:       | KBV                                 |
| Kill Line Valve Size:               | 2 1/16"                             |
| Kill Line Valve Pressure Rating:    | 5000 psi                            |
| Kill Line Valve Serial#:            | L1212207/L1212156/L1212098/L1212081 |
| Kill Line Valve Type:               | Gate valve                          |
| Kill Line Valve Certification:      | Alberta Petroleum Industries        |
| Kill Line Valve Certification Date: | January 1, 2014                     |
|                                     |                                     |

#### 1.3 Drawworks

One drawworks master skid complete with one Ratmaster 750 drawworks, Cummins drive engine, elevated chain case drive, hydraulic survey line winch, glycol and hydraulic tanks as follows:

| Drawworks Manufacturer:                | Ratmaster                                |
|--|--|
| Drawworks Model #:                     | 750                                      |
| Drawworks Type:                        | Single drum                              |
| Drawworks Band Brakes:                 | Integrally mounted at drawworks drum     |
| Drawworks Water Brakes:                | Eaton 136                                |
| Drawworks Drive:                       | Input to right angle gear box            |
| Drawworks Skid:                        | To accommodate drawworks and engine      |
| Drawworks Canopy:                      | Integrally mounted drawworks roof canopy |
| Drawworks Canopy Lights:               | 4-48" dual fluorescent lights            |
| Drawworks Engine Manufacturer:         | Cummins                                  |
| Drawworks Engine Model:                | QSX19                                    |
| Drawworks Engine Serial #:             | 37239189                                 |
| Drawworks Engine Horsepower:           | 780                                      |
| Drawworks Engine Fuel Type:            | Diesel                                   |
| Drawworks Engine Radiator:             | Integrally mounted to engine             |
| Drawworks Engine Exhaust:              | Single horizontal exhaust                |
| Drawworks Engine Transmission MFR:     | Allison                                  |
| Drawworks Engine Transmission Model:   | CLT6061                                  |
| Drawworks Engine Transmission Serial#: | 3110114060                               |
|  |  |

| Survey Line Winch:          | Post mounted near drawworks drum    |
|-----------------------------|-------------------------------------|
| Survey Line Winch Type:     | Hydraulically actuated              |
| Survey Line Winch Size:     | .092″ Wire                          |
| Drilling Line Spool:        | Mounted on drawworks master skid    |
| Drilling Line Size:         | 1-1/8"                              |
| Hydraulic Oil Tank:         | Mounted on drawworks master skid    |
| Glycol Tank:                | Mounted on drawworks master skid    |
| Drill Floor Access Stairs:  | From drawworks floor to drill floor |
| Mud Tank Access Platform:   | From drawworks skid to mud tank     |
| Ground Level Access Stairs: | From drawworks skid to ground level |

## 1.4 Combination Building

One skidded combination building compartmentalized to accommodate the Cummins diesel engine/generator, electrical controls, fuel tank, accumulator, and tool room.

| Building Skid:                    | 3 runner wide flange beam skid           |
|-----------------------------------|--|
| Building Skid Loading Rolls:      | Skid loading rolls both ends             |
| Building Roof Fold Down Handrail: | Handrails w/ kick plate around perimeter |
| Building Walkways:                | Fold-down walkways on one side           |
| Building Wall Panels:             | Straight steel wall panels               |
| Building Cable Arm:               | Swing out exterior cable arm             |
| Building Access Doors:            | 1 double & 2 single access doors         |
| Building Roof Access:             | Roof access ladder one end               |
| Building Plug Board Access:       | Exterior access door to plug board       |
| Building Electrical:              | Electrical control panel/function boxes  |
| Fuel Tank Capacity:               | 19,500 liters                            |
| Fuel Tank Serial #:               | V1001                                    |
| Fuel Tank TC Spec #:              | TC44                                     |
| Fuel Tank TCRN #:                 | 25-0853                                  |
| Fuel Tank Certification Date:     | February 2011                            |
| Generator Room Lights:            | 2-48" dual led interior lights           |
| Generator Room Fuel Tank:         | Diesel fuel day tank                     |
| Generator Room Roof Hatch:        | Fresh air roof hatch                     |
| Generator Engine Manufacturer:    | Cummins                                  |
| Generator Engine Model:           | QSX15-G9                                 |
| Generator Engine Displacement:    | 15 liters                                |
| Generator Engine #:               | 79435117                                 |
| Generator Engine Family #:        | ACEXL015.AA                              |

| Generator Engine Reference #:                 | 0100-389101                                 |
|---|---|
| Generator Engine Mount:                       | Independent skid, bolt lugged to floor      |
| Generator Engine Radiator:                    | Integrally mounted to engine                |
| Generator Engine Exhaust:                     | Single vertical exhaust                     |
| Generator Engine Battery Box:                 | Mounted adjacent to engine                  |
| Generator Engine Generator:                   | Coupled to Stamford generator               |
| Accumulator Manufacturer:                     | Mustang                                     |
| Accumulator Serial #:                         | V14470                                      |
| Accumulator Type:                             | 5 station                                   |
| Accumulator Capacity:                         | 8 x 11 US gal                               |
| Accumulator Pump MFR:                         | Weatherford                                 |
| Accumulator Pump Type:                        | Triplex                                     |
| Accumulator Pump Model:                       | T1-32m                                      |
| Accumulator Pump DOM:                         | March 2011                                  |
| Accumulator Pump Motor MFR:                   | Teco Westinghouse                           |
| Accumulator Pump Motor Cat #:                 | 0254  |
| Accumulator Pump Motor Frame #:               | 284T  |
| Accumulator Pump Motor Horsepower:            | 25  |
| Accumulator Pump Motor Voltage:               | 230/460                                     |
| Transformer Manufacturer:                     | Bemag                                       |
| Transformer Model #:                          | UA3015P480                                  |
| Transformer Serial #:                         | VSN101119S03-5                              |
| Air Compressor MFR:                           | Sullair                                     |
| Air Compressor Model #:                       | ST1109ACSULL                                |
| Air Compressor Serial #:                      | C03CC22138                                  |
| Air Compressor Mount:                         | Horizontally mounted on 80 gal air receiver |
| Tool Room Lights:                             | 2-48" dual fluorescent interior lights      |
| Oil Storage Tanks:                            | 4-rectangular fluid storage tanks on stand  |
| Oil Storage Tank Capacity:                    | 45 gallon tanks                             |
| Oil Storage Tank Contents:                    | Glycol, hydraulic oil, gear oil and 1540    |
| Tool Room Storage Cabinet:                    | 3 door upright parts storage cabinet        |
| Tool Room Bolt Bin:                           | Single door upright cabinet/bolt bin        |
| Tool Room Storage Cupboard:                   | 2 door wall mounted parts cupboard          |
| Tool Room Work Bench:                         | Steel wall mounted work bench               |
| Tool Room Safety:                             | France le station                           |
|   | Eyewash station                             |
| Tool Room Heater MFR:                         | Ruffneck                                    |
| Tool Room Heater MFR: Tool Room Heater Model: |   |

## 1.5 Mud Pump Building

One skidded building that houses the F-1000 mud pump, Cummins diesel engine, drive assembly, suction/discharge lines, instrumentation gauges and wash gun pump as follows:

|                                   | <u> </u>                                 |
|-----------------------------------|--|
| Building Skid:                    | 3 runner wide flange beam skid           |
| Building Skid Loading Rolls:      | Skid loading rolls both ends             |
| Building Walls:                   | Steel straight panel walls               |
| Building Roof Access:             | Roof access ladder on one end            |
| Building Roof Fold Down Handrail: | Handrail w/ kick plate around perimeter  |
| Building Access Doors:            | 5-single, 3-double access doors          |
| Building Door Cover:              | Fold down door cover                     |
| Building Fold Down Walkways:      | Walkways around building perimeter       |
| Building Cable Holder:            | Swing out cable arm                      |
| Building Interior Lights:         | 5-48" dual fluorescent interior lights   |
| Building Storage Cabinet:         | Single door, corner wall mounted cabinet |
| Building Storage Cabinet:         | 2-door upright parts storage cabinet     |
| Building Work Bench:              | Work bench with 2 door storage cabinet   |
| Building Fire Safety:             | 20 pound fire extinguisher               |
| Building Safety:                  | Eye wash station                         |
| Building Heater MFR:              | Ruffneck                                 |
| Building Heater Type:             | Steam                                    |
| Building Fuel Tank:               | Upright cylindrical diesel fuel day tank |
| Building Air Receiver:            | Upright cylindrical air receiver         |
| Shaker Storage Stand:             | Storage stand with 8 shaker screens      |
| Wash Gun Pump Manufacturer:       | Cat                                      |
| Wash Gun Pump Model:              | 310S                                     |
| Wash Gun Pump Type:               | Triplex                                  |
| Wash Gun Pump Mount:              | Mounted on independent skid              |
| Wash Gun Pump Drive:              | Belt driven to electric motor            |
| Wash Gun Hose Reel & Wand:        | Complete with hose reel and wash wand    |
| Mud Pump Model:                   | F-1000                                   |
| Mud Pump Type:                    | Triplex hydraulic mud pump               |
| Mud Pump Serial #:                | JA-0574                                  |
| Pulsation Dampener Capacity:      | 20 gallon                                |
| Pressure Gauge Manufacturer:      | Control Drilling Service                 |
| Pressure Gauge Type:              | "D"                                      |
| Pressure Gauge Serial #:          | 34895                                    |
| Pressure Gauge Pressure Rating:   | 0-42,000 Kpa                             |
|                                   |  |

| Shear Relief Valve Manufacturer:      | Oteco                               |
|---------------------------------------|-------------------------------------|
| 2" Gate Valve Manufacturer:           | Oteco                               |
| 4" Gate Valve Manufacturer:           | Oteco                               |
| Mud Pump Engine Radiator:             | Integrally mounted to engine        |
| Mud Pump Engine MFR:                  | Cummins                             |
| Mud Pump Engine Serial #:             | 321544                              |
| Mud Pump Horsepower:                  | 950                                 |
| Mud Pump Engine Batteries:            | Battery box mounted beside engine   |
| Mud Pump Engine Skid :                | Mounted on independent master skid  |
| Mud Pump Engine Mount:                | Bolt lugged to floor                |
| Mud Pump Engine Adjusters:            | Adjustment sliders to adjust engine |
| Mud Pump Engine Exhaust:              | Single vertical exhaust             |
| Mud Pump Engine Transmission MFR:     | Rouse                               |
| Mud Pump Engine Transmission Speed:   | 2 speed                             |
| Mud Pump Engine Transmission Serial#: | 1102                                |
|                                       |                                     |

## 1.6 Water Tank/Doghouse

Water tank and Doghouse are manufactured for unison use. The doghouse houses the rig instrumentation and control center. The doghouse scopes into the water tank during rig moves. The water tank is manufactured with a separate pump and crew change rooms.

| Water Tank Skid:               | 3 runner wide flange beam skid          |
|--------------------------------|---|
| Water Tank Loading Rolls:      | Skid loading rolls both ends            |
| Water Tank Access Ladders:     | Access ladders on two sides             |
| Water Tank Access Stairs:      | Fold down access stairs one side        |
| Water Tank Fold Down Handrail: | Handrail w/ kick plate around perimeter |
| Change Shack Access:           | Single access door                      |
| Change Shack Lights:           | 2-48" dual fluorescent interior lights  |
| Change Shack Heater MFR:       | Ruffneck                                |
| Change Shack Heater Model:     | FX5-480360-200-WT                       |
| Change Shack Heater Serial #:  | RH157671                                |
| Change Shack Bench:            | Steel sit bench                         |
| Change Shack Lockers:          | 16-mesh steel crew lockers              |
| Change Shack Safety:           | Stretcher                               |
| Change Shack Amenities:        | Microwave, Mini Fridge                  |
| Pump Room Access:              | Single access door                      |
| Pump Room Lights:              | 1-48" dual fluorescent interior light   |
| Pump Room Transformer MFR:     | Bemag                                   |
| Pump Room Transformer Model:   | UA3015P480                              |
|                                |   |

| Pump Room Pressure Washer MFR:       | Cat  |
|--------------------------------------|--|
| Pump Room Pressure Washer Model:     | 310S   |
| Pump Room Pressure Washer Type:      | Triplex                                      |
| Pump Room Pressure Washer Mount:     | Mounted on independent skid                  |
| Pump Room Pressure Washer Motor MFR: | Baldor                                       |
| Pressure Washer Hose Reel & Wand:    | Wall mounted hose reel & wash wand           |
| Pump Room Heater Manufacturer:       | Ruffneck                                     |
| Pump Room Heater Model:              | FX5-480360-100-WT                            |
| Pump Room Heater Serial #:           | RH157666                                     |
| Pump Room Water Pump MFR:            | Monarch                                      |
| Pump Room Water Pump Mount:          | Mounted on independent skid                  |
| Pump Room Water Pump Drive:          | Electrically direct driven                   |
| Pump Room Water Pump Size:           | 2 x 3  |
| Doghouse Type:                       | Slide out style doghouse                     |
| Doghouse Raising System:             | Sling line/cable raised                      |
| Doghouse Roof Access:                | Roof access ladder                           |
| Doghouse Fold Down Handrail:         | Handrail w/ kick plate around roof perimeter |
| Doghouse Stairs:                     | Removable stairs into doghouse from tank     |
| Doghouse Access Doors:               | 2-single access doors with windows           |
| Doghouse Lights:                     | 3-48" dual fluorescent interior lights       |
| Doghouse Safety:                     | Lockout box, ear plug dispenser              |
| Doghouse Fire Safety:                | 40 pound fire extinguisher                   |
| Doghouse Exterior Lights:            | 4-square halogen exterior lights             |
| Doghouse Windows:                    | 7 full view safety glass windows             |
| Doghouse Heater #1 MFR:              | Ruffneck                                     |
| Doghouse Heater #1 Model:            | FX5-480360-200-WT                            |
| Doghouse Heater #1 Serial #:         | RH157677                                     |
| Doghouse Heater #2 MFR:              | Ruffneck                                     |
| Doghouse Lockers:                    | 4-steel crew lockers                         |
| Doghouse Knowledge Box:              | Dual knowledge box on dual door cabinet      |
| Doghouse Parts Storage Cabinet:      | 2 door upright parts storage cabinet         |
| Doghouse Storage Bench:              | Steel storage bench                          |
| Doghouse Controls:                   | Mustang control console                      |
| Doghouse Amenities:                  | Hand cleaner & paper towel dispenser         |
|                                      |  |

#### 1.7 Mud Tank

The single mud tank consists of a skidded sloped bottom, 5 compartment tank, with grated tank top, King Cobra shale shaker, dual agitators, degasser and mud mix room.

| Mud Tank Skid:                  | 3 runner wide flange beam skid           |
|---------------------------------|--|
| Mud Tank Loading Rolls:         | Skid loading rolls both ends             |
| Mud Tank Type:                  | Slope bottom tank                        |
| Mud Tank Dump Gates:            | 5 dump gates                             |
| Mud Tank Configuration:         | 5 compartment mud tank                   |
| Mud Tank Top:                   | Grated steel tank top                    |
| Mud Tank Roof:                  | Fold down roof over tank                 |
| Mud Tank Walkway:               | Walkway located around shaker            |
| Mud Tank Cable Arm:             | Swing out cable arm                      |
| Mud Tank Access Stairs:         | Fold down stairs shack side & shaker end |
| Mud Tank Chemical Barrel:       | Chemical mixing barrel on tank top       |
| Mud Tank Degasser:              | 36" degasser                             |
| Shale Shaker Manufacturer:      | King Cobra                               |
| Shale Shaker Serial #:          | 11150-0038                               |
| Mud Tank Agitator Manufacturer: | SEW Eurodrive                            |
| Mud Tank Agitators:             | 2- vertical agitators                    |
| Mud Tank Heater Manufacturer:   | Ruffneck                                 |
| Mud Tank Heater Type:           | Steam                                    |
| Mud Tank Mix Shack:             | Integrally mounted to tank               |
| Mix Shack Access:               | Double access door                       |
| Mix Shack Lights:               | 2-48" dual fluorescent interior lights   |
| Mix Shack Manifold:             | Manifold with 9 butterfly valves         |
| Mix Shack Fire Safety:          | 20 pound fire extinguisher               |
| Mix Shack Safety:               | Eye wash station                         |
| Mix Shack Storage Cabinets:     | 2-single door wall mounted cabinets      |
| Mix Shack Mud Hopper:           | Venturi style mud hopper                 |
| Mix Shack Pumps:                | 3 vertically mounted centrifugal pumps   |
|                                 |  |

## 1.8 Catwalk/Manifold Shack

One hydraulically actuated skate catwalk complete with fabricated steel building to accommodate the hydraulic skate controls and vertically mounted choke & kill manifold.

| Catwalk Construction:  | Square tubing frame                  |
|------------------------|--------------------------------------|
| Catwalk Loading Rolls: | Loading rolls both ends              |
| Catwalk Swing Arms:    | 4-swing out pipe arms                |
| Catwalk Skate:         | Hydraulically actuated skate catwalk |

| Catwalk Stairs:                            | 3-removable stairways                  |
|--|--|
| Manifold Shack:                            | Integrally mounted to catwalk          |
| Manifold Shack Access:                     | 1 double door, 1 single door           |
| Manifold Shack Windows:                    | 2- windows, 1- with safety bars        |
| Manifold Shack Walls:                      | Straight steel paneled walls           |
| Manifold Shack Interior Walls:             | Insulated steel paneled interior walls |
| Manifold Shack Heater MFR:                 | Ruffneck                               |
| Manifold Shack Heater Model:               | FX412-480360-10                        |
| Manifold Shack Serial #:                   | 4164-1934                              |
| Manifold Shack Interior Lights:            | 2-48" dual fluorescent interior lights |
| Manifold Shack Controls:                   | Hydraulic lever panels                 |
| Manifold Size:                             | 3 x 2 choke & kill manifold            |
| Manifold Valve Type:                       | Gate valve, NACE trim                  |
| Manifold Mount:                            | Vertically mounted                     |
| Manifold Blind Flanges:                    | 2-2 1/16" S/N-56734-1,56734-2          |
| Manifold Blind Flanges Certification Date: | December 23, 2010                      |
| Manifold Weld Neck Flange:                 | 1- 3 1/8" 3000 S/N-36600               |
| Manifold Weld Neck Flange Certification:   | December 23, 2010                      |
| Manifold Companion Flanges:                | 2 1/16 x 5000                          |
| Manifold Companion Flanges Serial #:       | 56773-5/56773-6/56896-1                |
| Manifold Companion Flanges Certification:  | December 23, 2010                      |
|  |  |

## 1.9 Boiler Building

One skidded oilfield building that accommodates the Saskatoon boiler and self-contained diesel fuel tank.

| Building Skid:                 | 3 runner wide flange beam skid          |
|--------------------------------|---|
| Building Loading Rolls:        | Skid Loading rolls both ends            |
| Building Fold Down Handrail:   | Handrail w/ kick plate around perimeter |
| Building Wall Panels:          | Straight steel wall panels              |
| Building Dump Gate:            | 1-dump gate                             |
| Building Roof Access:          | Roof access ladder on one end           |
| Building Interior Lights:      | 4-48" dual fluorescent interior lights  |
| Building Exterior Lights:      | 3- Square halogen exterior lights       |
| Building Access Doors:         | 1-single door, 1-double door            |
| Building Storage Cabinet:      | 2 door upright parts storage cabinet    |
| Building Fuel Tank:            | Integrally mounted diesel fuel tank     |
| Building Fuel Level Indicator: | Fuel level sight gauge w/ mesh guard    |
| Building Heater MFR:           | Ruffneck                                |
|                                | <u> </u>                                |

| Building Heater Model:    | FX5-480360-200-WT                   |
|---------------------------|-------------------------------------|
| Building Heater Serial #: | RH151275                            |
| Building Fire Safety:     | 1-20 pound fire extinguisher        |
| Building Safety:          | Eyewash station                     |
| Boiler Manufacturer:      | Saskatoon Boiler                    |
| Boiler Serial #:          | 4532                                |
| Boiler Type:              | Firetube                            |
| Boiler Certification #:   | 01 018 780                          |
| Boiler License #:         | 00016345                            |
| Boiler Inspection Date:   | September 2, 2015                   |
| Boiler Certification:     | Technical Safety Authority of Sask. |

## 1.10 Miscellaneous Equipment Assets

Miscellaneous equipment components and complimentary assets are as follows:

|         |                                  | ·                                       |
|---------|----------------------------------|---|
| 1.10.1  | Rig Matting:                     | 14 steel/wood constructed mats          |
| 1.10.2  | Pipe Rack                        |   |
| 1.10.3  | Pipe Tubs:                       | 8 steel constructed pipe tubs           |
| 1.10.4  | Drill Pipe Racks:                | 4-36' triangular racks                  |
| 1.10.5  | Drill Pipe:                      | Approximately 300- 4 ½", NC 40 range II |
| 1.10.6  | Heavy Weight Drill Pipe:         | Approximately 80-4 ½" NC 40             |
| 1.10.7  | Drill Collars:                   | Approximately 12-6 ½" diameter          |
| 1.10.8  | Front End Loader:                |   |
|         | Loader Manufacturer:             | Komatsu                                 |
|         | Loader Model:                    | WA200PZ-6                               |
|         | Loader Serial #:                 | KMTWA105T01071200                       |
| 1.10.9  | Water Truck                      |   |
| _       | Water Truck Manufacturer:        | Western Star                            |
| _       | Water Truck Date of Manufacture: | 2012                                    |
| _       | Water Truck Model #:             | 4900FA                                  |
| _       | Water Truck Engine:              | Detroit DD15                            |
| _       | Water Truck Serial #:            | 5KKHAEDR4CPBL4853                       |
| _       | Water Truck Front Tire Size:     | 385/65R22.5                             |
| _       | Water Truck Rear Tire Size:      | 11R24.5                                 |
|         | Water Tank Mount:                | Elliptical tank mounted to truck        |
| 1.10.10 | ) Water Truck Trailer            |   |
| 1.10.11 | Flock Tank                       | 2-50m <sup>3</sup>                      |
| 1.10.12 | 2 Shale Tank                     | 10' x 40'                               |
| 1.10.13 | B Flare Tank                     | 9m³                                     |
| 1.10.14 | l Counterweight                  |   |
| 1.10.15 | Rig Manager's Trailer            |   |
|         |                                  |   |

# Parcel 2 – Vortex Rig 2

#### 2 Rig 2

One complete modular drilling rig package with major equipment asset components, as follows:

## 2.1 Mast

One telescopic double mast, steel constructed , complete with plumbed electrical and hydraulic components, 4 sheave crown with fast line and monkey board.

| ,                                     |                                       |
|---------------------------------------|---------------------------------------|
| Mast Manufacturer:                    | Do All Industries                     |
| Mast Design:                          | R.A. Hodgson Industrial Engineering   |
| Mast File #:                          | 5121-M                                |
| Mast Model #:                         | MT104-9.5-400E                        |
| Mast Type:                            | Telescoping Double                    |
| Mast Serial #:                        | DOALL-M-0208011-G                     |
| Mast Height:                          | 104'/31.7m                            |
| Mast Base Width:                      | 9′6″/2.90m                            |
| Maximum Static Hook Load:             | 400,000 lbs/177,900 daN (8 lines)     |
| Maximum Static Hook Load w/ Setback:  | 135 Kph                               |
| Maximum Static Hook Load w/o Setback: | 160 Kph                               |
| Mast Certification:                   | R.A. Hodgson Industrial Engineering   |
| Mast Certification Date:              | September 30, 2011                    |
| Mast Monkey Board:                    | Integrally mounted                    |
| Mast Raising Cylinders:               | Dual, multi stage hydraulic cylinders |
| Mast Ladder:                          | Integrally mounted to mast            |
| Mast Stand Pipe:                      | Integrally mounted                    |
| Mast Tugger Winch Manufacturer:       | Dual Pullmaster winches               |
| Mast Tugger Winch Model #:            | PL8                                   |
| Travelling Block Manufacturer:        | McKinney Machine                      |
| Travelling Block Model:               | Arctic                                |
| Travelling Block Rated Capacity;      | 160 Ton                               |
| Travelling Block Serial #:            | 10-435                                |
| Travelling Block Sheaves:             | 4-30" grooved for 1 1/8" wireline     |
| Travelling Block Certification:       | Material Testing Services             |
| Travelling Block Certification Date:  | April 21, 2016                        |
| Rotary Swivel Manufacturer:           | McKinney Machine                      |
| Rotary Swivel Model #:                | Arctic T-200                          |
| Rotary Swivel Serial #:               | 3941                                  |
|                                       |                                       |

| Rotary Swivel Capacity:                  | 200 Ton                            |
|--|------------------------------------|
| Rotary Swivel Wash Pipe Assembly:        | Quick change wash pipe packing box |
| Rotary Swivel Certification:             | Material Testing Services          |
| Rotary Swivel Certification Date:        | April 21, 2016                     |
| Rotary Tong Manufacturer:                | Rostel Industries                  |
| Rotary Tong Model:                       | AAX                                |
| Rotary Tong Serial #:                    | IM0007-IM0008                      |
| Rotary Tong Type:                        | Manual                             |
| Rotary Tong Jaws:                        | 5 lug jaws, at time of inspection  |
| Rotary Tong Certification:               | Irwin's Machining & Welding        |
| Rotary Tong Certification Date:          | May 17, 2016                       |
| Rotary Tong Inspection:                  | Buffalo Inspection                 |
| Rotary Tong Inspection Date:             | April 15, 2016                     |
| Elevator Bail Link Manufacturer:         | King Oil Tools                     |
| Elevator Bail Link Size:                 | 2 ¼" x 96"                         |
| Elevator Bail Link Serial #:             | 22969-1A/22969-1B                  |
| Elevator Bail Link Capacity:             | 250 Ton/500,000 lbs/222,400 daN    |
| Elevator Bail Link Inspection:           | Buffalo Inspections                |
| Elevator Bail Link Inspection File #:    | 16-28840R007                       |
| Elevator Bail Link Certification:        | Kodiak Engineering                 |
| Elevator Bail Link Certification File #: | 16-05-947610                       |
| Elevator Bail Link Certification Date:   | April 16, 2016                     |
| Drill Pipe Elevator Size:                | To accommodate 4" drill pipe       |
| Drill Pipe Elevator Rating:              | 175 Ton                            |
| Drill Pipe Elevator Serial #:            | 130432193                          |
| Drill Pipe Elevator Certification:       | Material Testing Services          |
| Drill Pipe Elevator Certification Date:  | April 21, 2016                     |
|  |                                    |

#### 2.2 Substructure

One step-down substructure to accommodate the above mast, complete with loading beams, drawworks carrier deck, rotary beams, drawworks master skid, working floor and BOP cellar area.

| Substructure Manufacturer:        | Do All Industries |
|-----------------------------------|-------------------|
| Substructure Serial #:            | -S-0208011        |
| Substructure Model #:             | ST14-14.2-340E    |
| Substructure File #:              | 5121-S            |
| Substructure Date of Manufacture: | August 2011       |
| Substructure Type:                | Step Down         |

| Substructure Floor Height:               | 14'                                 |
|--|-------------------------------------|
| Substructure Max Static Rotary Capacity: | 337,000 lbs                         |
| Substructure Setback Capacity:           | 281,000                             |
| Substructure Certification:              | R.A. Hodgson Industrial Engineering |
| Substructure Certification #:            | 13649                               |
| Substructure Certification Date:         | September 30, 2011                  |
| Substructure Walls:                      | Steel crossed crimped panels        |
| Substructure BOP Handling:               | Integral BOP lift system            |
| Substructure Heaters:                    | Dual steam heaters                  |
| Rotary Table:                            | Mounted at well center              |
| Rotary Table Size:                       | 17 ½" x 44"                         |
| Rotary Table Drive:                      | Elevated chain drive from drawworks |
| Annular BOP Manufacturer:                | Shenkai Petroleum                   |
| Annular BOP Model:                       | Shenkai Spherical Annular           |
| Annular BOP Size:                        | 9″                                  |
| Annular BOP Pressure Rating:             | 3000 psi                            |
| Annular BOP Litres to Open:              | 19.03                               |
| Annular BOP Litres to Close:             | 27.36                               |
| Annular BOP Serial #:                    | 98                                  |
| Annular BOP Job#:                        | 71032                               |
| Annular BOP Trim:                        | NACE                                |
| Annular BOP Certification:               | Alberta Petroleum Industries        |
| Annular BOP Certification Date:          | June 14, 2015                       |
| Annular BOP Certification Renewal:       | September 1, 2018                   |
| Blind Ram Manufacturer:                  | Shenkai Petroleum                   |
| Blind Ram Size:                          | 9″                                  |
| Blind Ram Pressure Rating:               | 3000 psi                            |
| Blind Ram Litres to Open:                | 2.57                                |
| Blind Ram Litres to Close:               | 2.91                                |
| Blind Ram Model:                         | LWP                                 |
| Blind Ram Serial #:                      | 186                                 |
| Blind Ram Job #:                         | 71035                               |
| Blind Ram Trim:                          | NACE                                |
| Blind Ram Certification:                 | Alberta Petroleum Industries        |
| Blind Ram Certification Date:            | June 9, 2015                        |
| Blind Ram Certification Renewal:         | September 1, 2018                   |
| Pipe Ram Manufacturer:                   | Shenkai Petroleum                   |
|  |                                     |

| Pipe Ram Size:                           | 9"                              |
|--|---------------------------------|
| Pipe Ram Pressure Rating:                | 3000 psi                        |
| Pipe Ram Litres to Open:                 | 2.57                            |
| Pipe Ram Litres to Close:                | 2.91                            |
| Pipe Ram Model:                          | LWP                             |
| Pipe Ram Serial #:                       | 192                             |
| Pipe Ram Job #:                          | 71033                           |
| Pipe Ram Trim:                           | NACE                            |
| Pipe Ram Certification:                  | Alberta Petroleum Industries    |
| Pipe Ram Certification Date:             | July 7, 2015                    |
| Pipe Ram Certification Renewal:          | September 1, 2018               |
| Working Spool Manufacturer:              | Alberta Petroleum Industries    |
| Working Spool Flange Size:               | 9′ 3000                         |
| Working Spool #1 Outlet Size:            | 3 1/8″ 3000                     |
| Working Spool #2 Outlet Size:            | 2 1/16" 5000                    |
| Working Spool Overall Length:            | 17"                             |
| Working Spool Serial #:                  | 63607-1                         |
| Working Spool Job #:                     | 71034                           |
| Working Spool Pressure Rating:           | 3000                            |
| Working Spool Trim:                      | NACE                            |
| Working Spool Certification:             | Alberta Petroleum Industries    |
| Working Spool Certification Date:        | April 30, 2015                  |
| Working Spool Certification Renewal:     | September 1, 2018               |
| Change Over Spool Manufacturer:          | Alberta Petroleum Industries    |
| Change Over Spool Upper Flange:          | 11" 3000/2000                   |
| Change Over Spool Lower Flange:          | 9″ 3000                         |
| Change Over Spool Outlet Size:           | Dual 2 1/16" 5000# @ 180 degree |
| Change Over Spool Overall Length:        | 17"                             |
| Change Over Spool Serial #:              | 71627-01-01                     |
| Change Over Spool Job #:                 | 71627                           |
| Change Over Spool Trim:                  | NACE                            |
| Change Over Spool Certification:         | Alberta Petroleum Industries    |
| Change Over Spool Certification Date:    | November 5, 2015                |
| Change Over Spool Certification Renewal: | November 6, 2018                |
| #1 HCR Valve Manufacturer:               | CNV Valve & Control Co.         |
| #1 HCR Valve Size:                       | 3 1/8"                          |
| #1 HCR Valve Pressure Rating:            | 3000 psi                        |

| #1 HCR Valve Serial #:           | AV0807023                    |  |
|----------------------------------|------------------------------|--|
| #1 HCR Valve Type:               | Ball valve                   |  |
| #1 HCR Valve Trim:               | NACE                         |  |
| #1 HCR Valve Certification:      | Alberta Petroleum Industries |  |
| #1 HCR Valve Certification Date: | May 19, 2015                 |  |

## 2.3 Drawworks

One drawworks master skid complete with one Ratmaster 750 drawworks, Cummins drive engine, elevated chain case drive, hydraulic survey line winch, glycol and hydraulic tanks as follows:

| , | ,  |
|---|--|
| Drawworks Manufacturer:                 | Ratmaster                                |
| Drawworks Model #:                      | 750                                      |
| Drawworks Type:                         | Single drum                              |
| Drawworks Band Brakes:                  | Integrally mounted at drawworks drum     |
| Drawworks Water Brakes:                 | Eaton 136                                |
| Drawworks Drive:                        | Input to right angle gear box            |
| Drawworks Skid:                         | To accommodate drawworks and engine      |
| Drawworks Fold-Down Handrail:           | Handrail w/ kick plate around perimeter  |
| Drawworks Lights:                       | 4-48" dual fluorescent lights            |
| Drawworks Engine Manufacturer:          | Cummins                                  |
| Drawworks Engine Model:                 | QSX19                                    |
| Drawworks Engine Serial #:              | 37239190                                 |
| Drawworks Engine Horsepower:            | 780                                      |
| Drawworks Engine Fuel Type:             | Diesel                                   |
| Drawworks Engine Radiator:              | Integrally mounted to engine             |
| Drawworks Engine Exhaust:               | Single exhaust directed to front of skid |
| Drawworks Engine Battery Box:           | Mounted adjacent to engine               |
| Drawworks Engine Transmission MFR:      | Allison                                  |
| Drawworks Engine Transmission Model:    | CLT6061-4                                |
| Survey Line Winch:                      | Post mounted near drawworks drum         |
| Survey Line Winch Type:                 | Hydraulically actuated                   |
| Survey Line Winch Size:                 | .092" Wire                               |
| Drilling Line Spool:                    | Mounted on drawworks master skid         |
| Drilling Line Size:                     | 1-1/8"                                   |
| Hydraulic Oil Tank:                     | Mounted on drawworks master skid         |
| Hydraulic Pump:                         | Direct coupled to Leeson motor           |
| Glycol Tank:                            | Mounted on drawworks master skid         |
| Drill Floor Access Stairs:              | From drawworks floor to drill floor      |
|   |  |

| Mud Tank Access Platform:   | From drawworks skid to mud tank     |
|-----------------------------|-------------------------------------|
| Ground Level Access Stairs: | From drawworks skid to ground level |

## 2.4 Combination Building

One skidded combination building compartmentalized to accommodate the Cummins diesel engine/generator, electrical controls, fuel tank, accumulator, and tool room.

| <u> </u>                          |   |
|-----------------------------------|---|
| Building Skid:                    | 3 runner wide flange beam skid                |
| Building Skid Loading Rolls:      | Skid loading rolls both ends                  |
| Building Roof Fold Down Handrail: | Handrails w/ kick plate around perimeter      |
| Building Walkways:                | Fold-down walkways on one side                |
| Building Wall Panels:             | Straight steel wall panels                    |
| Building Cable Arm:               | Swing out exterior cable arm                  |
| Building Access Doors:            | 1 double & 2 single access doors              |
| Building Roof Access:             | Roof access ladder one end                    |
| Building Plug Board Access:       | Exterior access door to plug board            |
| Fuel Tank Capacity:               | 19,500 liters                                 |
| Fuel Tank Serial #:               | V2001   |
| Fuel Tank TC Spec #:              | TC44  |
| Fuel Tank TCRN #:                 | 25-0853                                       |
| Fuel Tank Certification Date:     | June 2011                                     |
| Fuel Level Indicator:             | Level indicator on tank exterior              |
| Generator Room Electrical:        | Plug board access, electrical function panels |
| Generator Room Lights:            | 3-48" dual led interior lights                |
| Generator Room Fuel Tank:         | Diesel fuel day tank                          |
| Generator Room Roof Hatch:        | Fresh air roof hatch                          |
| Generator Engine Manufacturer:    | Cummins                                       |
| Generator Engine Model:           | QSX15-G9                                      |
| Generator Engine Displacement:    | 15 liters                                     |
| Generator Engine #:               | 79476629                                      |
| Generator Engine Family #:        | ACEXL060.AAD                                  |
| Generator Engine Reference #:     | A034D657                                      |
| Generator Engine Mount:           | Independent skid, bolt lugged to floor        |
| Generator Engine Radiator:        | Integrally mounted to engine                  |
| Generator Engine Exhaust:         | Single vertical exhaust                       |
| Generator Engine Battery Box:     | Mounted adjacent to engine                    |
| Engine Generator Manufacturer:    | Cummins                                       |
| Engine Generator Model:           | DFEK-A040B390                                 |
|                                   |   |

| Accumulator Manufacturer: Accumulator Serial #: V24471 Accumulator Type: 5 station Accumulator Back Up: 4-15 gallon back-up bottles Accumulator Capacity: 8 x 11 US gal Accumulator Pump MFR: Weatherford Accumulator Pump Type: Triplex Accumulator Pump Model: T1-32m Accumulator Pump DOM: June 2011 Transformer Manufacturer: Bemag Transformer Model #: UA3015P480 Air Compressor MFR: Sullair Air Compressor Model #: C03CC22329 Air Compressor Mont: Horizontally mounted on 80 gal air receiver Tool Room Heater Model: F5S-480360-200-WT Tool Room Heater Model: F5S-480360-200-WT Tool Room Heater Model: FSS-480360-200-WT Tool Room Heater Serial #: Alr Compressor Tanks: Alr Geraph Heater Model: FSS-480360-200-WT Tool Room Heater Serial #: Alr Geraph Heater Model: FSS-480360-200-WT Tool Room Heater Model: FSS-480360-200-WT Tool Room Heater Model: FSS-480360-200-WT Tool Room Heater Serial #: Alti-freeze, hydraulic oil, gear oil and 1540 Tool Room Bolt Bin: Single door, upright multi compartment bins Tool Room Storage Cabinet: 3 door upright parts storage cabinet Tool Room Storage Cupboard: 2 door wall mounted parts cupboard | Engine Generator Serial #:  | E110213057                                     |
|---|-----------------------------|--|
| Accumulator Type: 5 station  Accumulator Back Up: 4-15 gallon back-up bottles  Accumulator Capacity: 8 x 11 US gal  Accumulator Pump MFR: Weatherford  Accumulator Pump MFR: Weatherford  Accumulator Pump Type: Triplex  Accumulator Pump Model: T1-32m  Accumulator Pump DOM: June 2011  Transformer Manufacturer: Bemag  Transformer Model #: UA3015P480  Air Compressor MFR: Sullair  Air Compressor Model #: ST1109AC  Air Compressor Serial #: C03CC22329  Air Compressor Mount: Horizontally mounted on 80 gal air receiver  Tool Room Lights: 2-48" dual fluorescent interior lights  Tool Room Heater MFR: Ruffneck  Tool Room Heater Model: FX5-480360-200-WT  Tool Room Heater Serial #: RH162911  Oil Storage Tanks: 4-rectangular fluid storage tanks on stand  Oil Storage Tank Contents: Anti-freeze, hydraulic oil, gear oil and 1540  Tool Room Bolt Bin: Single door, upright multi compartment bins  Tool Room Storage Cupboard: 2 door wall mounted parts cupboard  | Accumulator Manufacturer:   | Mustang  |
| Accumulator Back Up: Accumulator Capacity: 8 x 11 US gal Accumulator Pump MFR: Weatherford Accumulator Pump MFR: Triplex Accumulator Pump Model: T1-32m Accumulator Pump DOM: June 2011 Transformer Manufacturer: Bemag Transformer Model #: UA3015P480 Air Compressor MFR: Sullair Air Compressor Model #: ST1109AC Air Compressor Serial #: C03CC2329 Air Compressor Mount: Horizontally mounted on 80 gal air receiver Tool Room Lights: 2-48" dual fluorescent interior lights Tool Room Heater MFR: Ruffneck Tool Room Heater Model: FX5-480360-200-WT Tool Room Heater Serial #: RH162911 Oil Storage Tanks: 4-rectangular fluid storage tanks on stand Oil Storage Tank Capacity: 45 gallon tanks Oil Storage Tank Contents: Anti-freeze, hydraulic oil, gear oil and 1540 Tool Room Bolt Bin: Single door, upright multi compartment bins Tool Room Storage Cupboard: 2 door wall mounted parts cupboard  | Accumulator Serial #:       | V24471   |
| Accumulator Capacity: 8 x 11 US gal  Accumulator Pump MFR: Weatherford  Accumulator Pump Type: Triplex  Accumulator Pump Model: T1-32m  Accumulator Pump Model: June 2011  Transformer Manufacturer: Bemag  Transformer Model #: UA3015P480  Air Compressor MFR: Sullair  Air Compressor Model #: ST1109AC  Air Compressor Serial #: C03CC22329  Air Compressor Mount: Horizontally mounted on 80 gal air receiver  Tool Room Lights: 2-48" dual fluorescent interior lights  Tool Room Heater MFR: Ruffneck  Tool Room Heater Model: FX5-480360-200-WT  Tool Room Heater Serial #: RH162911  Oil Storage Tanks: 4-rectangular fluid storage tanks on stand  Oil Storage Tank Capacity: 45 gallon tanks  Oil Storage Tank Contents: Anti-freeze, hydraulic oil, gear oil and 1540  Tool Room Bolt Bin: Single door, upright multi compartment bins  Tool Room Storage Cupboard: 2 door wall mounted parts cupboard  | Accumulator Type:           | 5 station                                      |
| Accumulator Pump MFR: Weatherford  Accumulator Pump Type: Triplex  Accumulator Pump Model: T1-32m  Accumulator Pump DOM: June 2011  Transformer Manufacturer: Bemag  Transformer Model #: UA3015P480  Air Compressor MFR: Sullair  Air Compressor Model #: ST1109AC  Air Compressor Serial #: C03CC22329  Air Compressor Mount: Horizontally mounted on 80 gal air receiver  Tool Room Lights: 2-48" dual fluorescent interior lights  Tool Room Heater MFR: Ruffneck  Tool Room Heater Serial #: RH162911  Oil Storage Tanks: 4-rectangular fluid storage tanks on stand  Oil Storage Tank Contents: Anti-freeze, hydraulic oil, gear oil and 1540  Tool Room Bolt Bin: Single door, upright multi compartment bins  Tool Room Storage Cupboard: 2 door wall mounted parts cupboard  | Accumulator Back Up:        | 4-15 gallon back-up bottles                    |
| Accumulator Pump Type:  Accumulator Pump Model:  Accumulator Pump DOM:  June 2011  Transformer Manufacturer:  Bemag  Transformer Model #:  UA3015P480  Air Compressor MFR:  Sullair  Air Compressor Serial #:  C03CC22329  Air Compressor Serial #:  C03CC22329  Air Compressor Mount:  Horizontally mounted on 80 gal air receiver  Tool Room Lights:  2-48" dual fluorescent interior lights  Tool Room Heater MFR:  Ruffneck  Tool Room Heater Model:  FX5-480360-200-WT  Tool Room Heater Serial #:  Alf Sorage Tanks:  4-rectangular fluid storage tanks on stand  Oil Storage Tank Capacity:  Anti -freeze, hydraulic oil, gear oil and 1540  Tool Room Bolt Bin:  Single door, upright multi compartment bins  Tool Room Storage Cupboard:  2 door wall mounted parts cupboard   | Accumulator Capacity:       | 8 x 11 US gal                                  |
| Accumulator Pump Model:  Accumulator Pump DOM:  June 2011  Transformer Manufacturer:  Bemag  Transformer Model #:  UA3015P480  Air Compressor MFR:  Sullair  Air Compressor Model #:  ST1109AC  Air Compressor Serial #:  C03CC22329  Air Compressor Mount:  Horizontally mounted on 80 gal air receiver  Tool Room Lights:  2-48" dual fluorescent interior lights  Tool Room Heater MFR:  Ruffneck  Tool Room Heater Model:  FX5-480360-200-WT  Tool Room Heater Serial #:  RH162911  Oil Storage Tanks:  4-rectangular fluid storage tanks on stand  Oil Storage Tank Capacity:  45 gallon tanks  Oil Storage Tank Contents:  Anti -freeze, hydraulic oil, gear oil and 1540  Tool Room Bolt Bin:  Single door, upright multi compartment bins  Tool Room Storage Cabinet:  3 door upright parts storage cabinet  Tool Room Storage Cupboard:  2 door wall mounted parts cupboard  | Accumulator Pump MFR:       | Weatherford                                    |
| Accumulator Pump DOM:  Transformer Manufacturer:  Bemag  Transformer Model #:  UA3015P480  Air Compressor MFR:  Sullair  ST1109AC  Air Compressor Model #:  C03CC22329  Air Compressor Mount:  Horizontally mounted on 80 gal air receiver  Tool Room Lights:  2-48" dual fluorescent interior lights  Tool Room Heater MFR:  Ruffneck  Tool Room Heater Model:  FX5-480360-200-WT  Tool Room Heater Serial #:  RH162911  Oil Storage Tanks:  4-rectangular fluid storage tanks on stand  Oil Storage Tank Contents:  Anti -freeze, hydraulic oil, gear oil and 1540  Tool Room Bolt Bin:  Single door, upright multi compartment bins  Tool Room Storage Cabinet:  3 door upright parts storage cabinet  Tool Room Storage Cupboard:  2 door wall mounted parts cupboard   | Accumulator Pump Type:      | Triplex  |
| Transformer Manufacturer:  Transformer Model #:  UA3015P480  Air Compressor MFR:  Air Compressor Model #:  ST1109AC  Air Compressor Serial #:  C03CC22329  Air Compressor Mount:  Horizontally mounted on 80 gal air receiver  Tool Room Lights:  2-48" dual fluorescent interior lights  Tool Room Heater MFR:  Ruffneck  Tool Room Heater Model:  FX5-480360-200-WT  Tool Room Heater Serial #:  RH162911  Oil Storage Tanks:  4-rectangular fluid storage tanks on stand  Oil Storage Tank Capacity:  45 gallon tanks  Oil Storage Tank Contents:  Anti -freeze, hydraulic oil, gear oil and 1540  Tool Room Bolt Bin:  Single door, upright multi compartment bins  Tool Room Storage Cabinet:  3 door upright parts storage cabinet  Tool Room Storage Cupboard:  2 door wall mounted parts cupboard   | Accumulator Pump Model:     | T1-32m   |
| Transformer Model #:  Diagrams of MFR:  Air Compressor MFR:  Air Compressor Model #:  Air Compressor Model #:  Co3CC22329  Air Compressor Mount:  Horizontally mounted on 80 gal air receiver  Tool Room Lights:  2-48" dual fluorescent interior lights  Tool Room Heater MFR:  Ruffneck  Tool Room Heater Model:  FX5-480360-200-WT  Tool Room Heater Serial #:  RH162911  Oil Storage Tanks:  4-rectangular fluid storage tanks on stand  Oil Storage Tank Capacity:  45 gallon tanks  Oil Storage Tank Contents:  Anti -freeze, hydraulic oil, gear oil and 1540  Tool Room Bolt Bin:  Single door, upright multi compartment bins  Tool Room Storage Cabinet:  3 door upright parts storage cabinet  Tool Room Storage Cupboard:  2 door wall mounted parts cupboard   | Accumulator Pump DOM:       | June 2011                                      |
| Air Compressor MFR:  Air Compressor Model #:  Air Compressor Serial #:  C03CC22329  Air Compressor Mount:  Horizontally mounted on 80 gal air receiver  Tool Room Lights:  Tool Room Heater MFR:  Ruffneck  Tool Room Heater Model:  Tool Room Heater Serial #:  RH162911  Oil Storage Tanks:  4-rectangular fluid storage tanks on stand  Oil Storage Tank Capacity:  45 gallon tanks  Oil Storage Tank Contents:  Anti -freeze, hydraulic oil, gear oil and 1540  Tool Room Storage Cabinet:  3 door upright parts storage cabinet  Tool Room Storage Cupboard:  2 door wall mounted parts cupboard   | Transformer Manufacturer:   | Bemag  |
| Air Compressor Model #:  Air Compressor Serial #:  C03CC22329  Air Compressor Mount:  Horizontally mounted on 80 gal air receiver  Tool Room Lights:  2-48" dual fluorescent interior lights  Tool Room Heater MFR:  Ruffneck  Tool Room Heater Model:  FX5-480360-200-WT  Tool Room Heater Serial #:  RH162911  Oil Storage Tanks:  4-rectangular fluid storage tanks on stand  Oil Storage Tank Capacity:  45 gallon tanks  Oil Storage Tank Contents:  Anti -freeze, hydraulic oil, gear oil and 1540  Tool Room Bolt Bin:  Single door, upright multi compartment bins  Tool Room Storage Cabinet:  3 door upright parts storage cabinet  Tool Room Storage Cupboard:  2 door wall mounted parts cupboard   | Transformer Model #:        | UA3015P480                                     |
| Air Compressor Serial #:  CO3CC22329  Air Compressor Mount: Horizontally mounted on 80 gal air receiver  Tool Room Lights: 2-48" dual fluorescent interior lights  Tool Room Heater MFR: Ruffneck  Tool Room Heater Model: FX5-480360-200-WT  Tool Room Heater Serial #: RH162911  Oil Storage Tanks: 4-rectangular fluid storage tanks on stand  Oil Storage Tank Capacity: 45 gallon tanks  Oil Storage Tank Contents: Anti -freeze, hydraulic oil, gear oil and 1540  Tool Room Bolt Bin: Single door, upright multi compartment bins  Tool Room Storage Cabinet: 3 door upright parts storage cabinet  Tool Room Storage Cupboard: 2 door wall mounted parts cupboard   | Air Compressor MFR:         | Sullair  |
| Air Compressor Mount:  Tool Room Lights:  2-48" dual fluorescent interior lights  Tool Room Heater MFR:  Ruffneck  Tool Room Heater Model:  FX5-480360-200-WT  Tool Room Heater Serial #:  RH162911  Oil Storage Tanks:  4-rectangular fluid storage tanks on stand  Oil Storage Tank Capacity:  45 gallon tanks  Oil Storage Tank Contents:  Anti -freeze, hydraulic oil, gear oil and 1540  Tool Room Bolt Bin:  Single door, upright multi compartment bins  Tool Room Storage Cabinet:  3 door upright parts storage cabinet  Tool Room Storage Cupboard:  2 door wall mounted parts cupboard   | Air Compressor Model #:     | ST1109AC                                       |
| Tool Room Lights:  Tool Room Heater MFR:  Ruffneck  Tool Room Heater Model:  FX5-480360-200-WT  Tool Room Heater Serial #:  RH162911  Oil Storage Tanks:  4-rectangular fluid storage tanks on stand  Oil Storage Tank Capacity:  45 gallon tanks  Oil Storage Tank Contents:  Anti -freeze, hydraulic oil, gear oil and 1540  Tool Room Bolt Bin:  Single door, upright multi compartment bins  Tool Room Storage Cabinet:  3 door upright parts storage cabinet  Tool Room Storage Cupboard:  2 door wall mounted parts cupboard  | Air Compressor Serial #:    | C03CC22329                                     |
| Tool Room Heater MFR:  Ruffneck  Tool Room Heater Model:  FX5-480360-200-WT  Tool Room Heater Serial #:  RH162911  Oil Storage Tanks:  4-rectangular fluid storage tanks on stand  Oil Storage Tank Capacity:  45 gallon tanks  Oil Storage Tank Contents:  Anti -freeze, hydraulic oil, gear oil and 1540  Tool Room Bolt Bin:  Single door, upright multi compartment bins  Tool Room Storage Cabinet:  3 door upright parts storage cabinet  Tool Room Storage Cupboard:  2 door wall mounted parts cupboard   | Air Compressor Mount:       | Horizontally mounted on 80 gal air receiver    |
| Tool Room Heater Model:  Tool Room Heater Serial #:  RH162911  Oil Storage Tanks:  4-rectangular fluid storage tanks on stand  Oil Storage Tank Capacity:  45 gallon tanks  Oil Storage Tank Contents:  Anti -freeze, hydraulic oil, gear oil and 1540  Tool Room Bolt Bin:  Single door, upright multi compartment bins  Tool Room Storage Cabinet:  3 door upright parts storage cabinet  Tool Room Storage Cupboard:  2 door wall mounted parts cupboard   | Tool Room Lights:           | 2-48" dual fluorescent interior lights         |
| Tool Room Heater Serial #:  Oil Storage Tanks:  4-rectangular fluid storage tanks on stand  Oil Storage Tank Capacity:  45 gallon tanks  Oil Storage Tank Contents:  Anti -freeze, hydraulic oil, gear oil and 1540  Tool Room Bolt Bin:  Single door, upright multi compartment bins  Tool Room Storage Cabinet:  3 door upright parts storage cabinet  Tool Room Storage Cupboard:  2 door wall mounted parts cupboard  | Tool Room Heater MFR:       | Ruffneck                                       |
| Oil Storage Tanks:  Oil Storage Tank Capacity:  45 gallon tanks  Oil Storage Tank Contents:  Anti -freeze, hydraulic oil, gear oil and 1540  Tool Room Bolt Bin:  Single door, upright multi compartment bins  Tool Room Storage Cabinet:  3 door upright parts storage cabinet  Tool Room Storage Cupboard:  2 door wall mounted parts cupboard  | Tool Room Heater Model:     | FX5-480360-200-WT                              |
| Oil Storage Tank Capacity:  Oil Storage Tank Contents:  Anti -freeze, hydraulic oil, gear oil and 1540  Tool Room Bolt Bin:  Single door, upright multi compartment bins  Tool Room Storage Cabinet:  3 door upright parts storage cabinet  Tool Room Storage Cupboard:  2 door wall mounted parts cupboard   | Tool Room Heater Serial #:  | RH162911                                       |
| Oil Storage Tank Contents:  Anti -freeze, hydraulic oil, gear oil and 1540  Tool Room Bolt Bin:  Single door, upright multi compartment bins  Tool Room Storage Cabinet:  3 door upright parts storage cabinet  Tool Room Storage Cupboard:  2 door wall mounted parts cupboard   | Oil Storage Tanks:          | 4-rectangular fluid storage tanks on stand     |
| Tool Room Bolt Bin:  Single door, upright multi compartment bins  Tool Room Storage Cabinet:  3 door upright parts storage cabinet  Tool Room Storage Cupboard:  2 door wall mounted parts cupboard   | Oil Storage Tank Capacity:  | 45 gallon tanks                                |
| Tool Room Storage Cabinet:  Tool Room Storage Cupboard:  2 door wall mounted parts cupboard   | Oil Storage Tank Contents:  | Anti -freeze, hydraulic oil, gear oil and 1540 |
| Tool Room Storage Cupboard: 2 door wall mounted parts cupboard  | Tool Room Bolt Bin:         | Single door, upright multi compartment bins    |
|   | Tool Room Storage Cabinet:  | 3 door upright parts storage cabinet           |
| Tool Room Work Bench: Steel work bench w/ Record #8 bench vise  | Tool Room Storage Cupboard: | 2 door wall mounted parts cupboard             |
|   | Tool Room Work Bench:       | Steel work bench w/ Record #8 bench vise       |

## 2.5 Mud Pump Building

One skidded building that houses the F-1000 mud pump, Cummins diesel engine, drive assembly, suction/discharge lines, instrumentation gauges and wash gun pump as follows:

| Building Skid:                    | 3 runner wide flange beam skid          |
|-----------------------------------|---|
| Building Skid Loading Rolls:      | Skid loading rolls both ends            |
| Building Walls:                   | Steel straight panel walls              |
| Building Roof Access:             | Roof access ladder on one end           |
| Building Roof Fold Down Handrail: | Handrail w/ kick plate around perimeter |
| Building Access Doors:            | 3-single, 3-double access doors         |

| Building Fold Down Walkways:  | Walkways around 3 sides                       |
|-------------------------------|---|
| Building Interior Lights:     | 5-48" dual fluorescent interior lights        |
| Building Storage Cabinet:     | 2 door upright parts storage cabinet          |
| Building Fuel Tank:           | Vertical cylindrical diesel fuel day tank     |
| Building Air Receiver:        | Vertical cylindrical air receiver             |
| Building Heater MFR:          | Ruffneck                                      |
| Building Heater Serial #:     | RH116778                                      |
| Liner Rack Table:             | Steel rack, holds 6 liners                    |
| Shaker Screen Rack:           | Complete with shaker screens                  |
| Building Storage Cupboard:    | Corner wall mounted single door cupboard      |
| Building Work Bench:          | Steel bench with 2 door parts storage cabinet |
| Wash Gun Pump Manufacturer:   | Cat Pump                                      |
| Wash Gun Pump Model:          | 310   |
| Wash Gun Pump Type:           | Triplex                                       |
| Wash Gun Pump Mount:          | Mounted on independent skid                   |
| Wash Gun Hose Reel & Wand:    | Complete with hose, hose reel and wand        |
| Liner Wash Pump Manufacturer: | Jacuzzi                                       |
| Liner Wash Pump Drive:        | Direct coupled to electric motor              |
| Liner Wash Pump Motor MFR:    | Baldor Electric                               |
| Mud Pump Engine Manufacturer: | Cummins                                       |
| Mud Pump Engine Serial #:     | 321645  |
| Mud Pump Engine Exhaust:      | Single vertical exhaust                       |
| Mud Pump Engine Horsepower:   | 980   |
| Mud Pump Engine Transmission: | Rouse   |
| Mud Pump Engine Drive:        | Belt driven into mud pump                     |
| Mud Pump Engine Mount:        | Cross mounted into pump                       |
| Mud Pump Engine Anchor:       | Independent skid, bolt lugged to floor        |
| Mud Pump Engine Radiator:     | Integrally mounted to engine                  |
| Mud Pump Model:               | F-1000  |
| Mud Pump Type:                | Triplex                                       |
| Mud Pump Stroke Length:       | 10"   |
| Mud Pump Rated Input Power:   | 1000 Hp                                       |
| Mud Pump Maximum Strokes/Min: | 140   |
| Mud Pump Gear Ratio:          | 4.207 to 1                                    |
| Pulsation Dampener:           | 20 gallon                                     |
| Pressure Gauge Manufacturer:  | Control Drilling                              |
| Pressure Gauge Type:          | "D"   |
|                               |   |

| Pressure Gauge Rating:           | 0-42,000 Kpa |
|----------------------------------|--------------|
| Pressure Gauge Serial #:         | 43334        |
| 2" Gate Valve Manufacturer:      | Oteco        |
| 4" Gate Valve Manufacturer:      | Oteco        |
| Shear Relief Valve Manufacturer: | Oteco        |

## 2.6 Water Tank/Doghouse

Water tank and Doghouse are manufactured for unison use. The doghouse houses the rig instrumentation and control center. The doghouse scopes into the water tank during rig moves. The water tank is manufactured with a separate pump and crew change rooms.

| Water Tank Skid:                | 3 runner wide flange beam skid               |
|---------------------------------|--|
| Water Tank Loading Rolls:       | Skid loading rolls both ends                 |
| Water Tank Access Ladder:       | Access ladders on one side                   |
| Water Tank Access Stairs:       | Fold down access stairs one side             |
| Water Tank Fold Down Handrail:  | Handrail w/ kick plate around perimeter      |
| Water Tank Dump Gate:           | Single dump gate                             |
| Change Shack Access:            | Single access door                           |
| Change Shack Lights:            | 1-48" dual fluorescent interior lights       |
| Change Shack Bench:             | Steel sit bench                              |
| Change Shack Lockers:           | 16-mesh steel crew lockers                   |
| Change Shack Heater MFR:        | Ruffneck                                     |
| Change Shack Heater Model:      | FX5-480360-200-WT                            |
| Change Shack Heater Serial #:   | RH162909                                     |
| Change Shack Amenities:         | Mini-fridge, microwave                       |
| Change Shack Contents:          | 19-Square halogen exterior lights            |
| Pump Room Access:               | Single access door                           |
| Pump Room:                      | Unable to access at time of inspection       |
| Doghouse Type:                  | Slide out style doghouse                     |
| Doghouse Raising System:        | Sling line/cable raised                      |
| Doghouse Roof Access:           | Roof access ladder                           |
| Doghouse Fold Down Handrail:    | Handrail w/ kick plate around roof perimeter |
| Doghouse Stairs:                | Removable stairs into doghouse from tank     |
| Doghouse Access Doors:          | 2-single access doors with windows           |
| Doghouse Interior Lights:       | 3-48" dual fluorescent interior lights       |
| Doghouse Storage Bench:         | Steel storage bench                          |
| Doghouse Knowledge Box:         | Dual knowledge boxes w/ 2 door cabinet       |
| Doghouse Parts Storage Cabinet: | 2 door upright parts storage cabinet         |
| Doghouse Lockers:               | 4-steel crew lockers                         |
|                                 |  |

| Doghouse Heater #1 MFR       | Ruffneck                                |
|------------------------------|---|
| Doghouse Heater #1 Model:    | FX5-480360-200-WT                       |
| Doghouse Heater #1 Serial #: | RH162912                                |
| Doghouse Heater #2 MFR:      | Ruffneck                                |
| Doghouse Windows:            | 8 full view safety glass windows        |
| Doghouse Electrical:         | Electrical control panels               |
| Doghouse Control Console:    | Mustang control console                 |
| Doghouse Tool Storage Board: | Tool wall pegs to store/hold tools      |
| Doghouse Safety:             | Lockout box, earplug dispenser, eyewash |

## 2.7 Mud Tank

The single mud tank consists of a skidded sloped bottom, 5 compartment tank, with grated tank top, King Cobra shale shaker, dual agitators, degasser and mud mix room.

| Mud Tank Skid:                        | 3 runner wide flange beam skid              |
|---------------------------------------|---|
| Mud Tank Loading Rolls:               | Skid loading rolls both ends                |
| Mud Tank Type:                        | Slope bottom tank                           |
| Mud Tank Configuration:               | 5 compartment mud tank                      |
| Mud Tank Dump Gates:                  | 5 dump gates                                |
| Mud Tank Top:                         | Grated steel tank top                       |
| Mud Tank Roof:                        | Fold down roof over tank                    |
| Mud Tank Access Stairs:               | Fold down stairs shack side & shaker end    |
| Mud Tank Degasser:                    | 36" degasser                                |
| Shale Shaker Manufacturer:            | King Cobra                                  |
| Shale Shaker Serial #:                | 11150-0038                                  |
| Mud Tank Agitators:                   | 2-vertical agitators                        |
| Mud Tank Chemical Barrel:             | Chemical mixing barrel on tank top          |
| Mud Tank Mix Shack:                   | Integrally mounted to tank                  |
| Mix Shack Access:                     | Double access door                          |
| Mix Shack Lights:                     | 2-48" dual fluorescent interior lights      |
| Mix Shack Manifold:                   | Manifold with 9 butterfly valves            |
| Mix Shack Mud Hopper:                 | Venturi style mud hopper                    |
| Mix Shack Pumps:                      | 3 vertically mounted centrifugal pumps      |
| Mix Shack Pump Size:                  | 5 x 6 x 11                                  |
| Mix Shack Screen Box:                 | Complete with suction screen box            |
| Mix Shack Cabinets:                   | 2-single door wall mounted storage cabinets |
| Mix Shack Heater MFR:                 | Ruffneck steam heater                       |
| Mix Shack Amenities:                  | Paper towel dispenser                       |
| · · · · · · · · · · · · · · · · · · · |   |

| Mix Shack Safety: | Eye wash station |
|-------------------|------------------|
|                   |                  |

## 2.8 Catwalk/Manifold Shack

One hydraulically actuated skate catwalk complete with fabricated steel building to accommodate the hydraulic skate controls and vertically mounted choke & kill manifold.

| Catwalk Construction:                | Square tubing frame                     |
|--------------------------------------|---|
| Catwalk Loading Rolls:               | Loading rolls both ends                 |
| Catwalk Swing Arms:                  | 4-swing out pipe arms                   |
| Catwalk Skate:                       | Hydraulically actuated skate catwalk    |
| Catwalk Stairs:                      | 3-removable stairways                   |
| Manifold Shack:                      | Integrally mounted to catwalk           |
| Manifold Shack Access:               | 1 double door, 1 single door            |
| Manifold Shack Windows:              | 2-windows, 1-with safety bars           |
| Manifold Shack Walls:                | Straight steel panelled walls           |
| Manifold Shack Interior Walls:       | Insulated steel panelled interior walls |
| Manifold Shack Heater MFR:           | Ruffneck                                |
| Manifold Shack Heater Model:         | FX412-480360-10                         |
| Manifold Shack Interior Lights:      | 2-48" dual fluorescent interior lights  |
| Manifold Shack Controls:             | Hydraulic lever panels                  |
| Manifold Size:                       | 3 x 2 choke & kill manifold             |
| Manifold Valve Type:                 | Gate valve, NACE trim                   |
| Manifold Mount:                      | Vertically mounted                      |
| Manifold Blind Flanges:              | 2-2 1/16"                               |
| Manifold Weld Neck Flange:           | 1- 3 1/8" 3000                          |
| Manifold Companion Flanges:          | 2 1/16 - 5000 x 2" LP                   |
| Manifold Companion Flanges Serial #: | 72098-1/72098-2                         |
|                                      | <u> </u>                                |

## 2.9 Boiler Building

One skidded oilfield building that accommodates the Saskatoon boiler and self-contained diesel fuel tank.

| Building Skid:               | 3 runner wide flange beam skid          |
|------------------------------|---|
| Building Loading Rolls:      | Skid Loading rolls both ends            |
| Building Fold Down Handrail: | Handrail w/ kick plate around perimeter |
| Building Dump Gate:          | 1-dump gate                             |
| Building Wall Panels:        | Straight steel wall panels              |
| Building Roof Access:        | Roof access ladder on one end           |
| Building Interior Lights:    | 4-48" dual fluorescent interior lights  |
| Building Exterior Lights:    | 3-Square halogen exterior lights        |
| Building Access Doors:       | 1-single door, 1-double door            |
|                              |   |

| Building Storage Cabinet:      | 2 door upright parts storage cabinet |
|--------------------------------|--------------------------------------|
| Building Electrical:           | Electrical control switches          |
| Building Fuel Tank:            | Integrally mounted diesel fuel tank  |
| Building Fuel Level Indicator: | Fuel level sight gauge w/ mesh guard |
| Building Heater Manufacturer:  | Ruffneck                             |
| Building Heater Model#:        | FX5-480360-200-WT                    |
| Building Fire Safety:          | 1-20 pound fire extinguisher         |
| Building Safety:               | Eyewash station                      |
| Boiler Manufacturer:           | Saskatoon Boiler                     |
| Boiler Serial #:               | 4533                                 |
| Boiler Type:                   | Firetube                             |
| Boiler Licence #:              | 00019026                             |
| Boiler Certification:          | Technical Safety Authority of Sask.  |

## 2.10 Miscellaneous Equipment Assets

Miscellaneous equipment components and complimentary assets are as follows:

| 2.10.1  | Rig Matting:                     | 14 steel/wood constructed mats      |
|---------|----------------------------------|-------------------------------------|
| 2.10.2  | Pipe Rack                        |                                     |
| 2.10.3  | Pipe Tubs:                       | 8 steel constructed pipe tubs       |
| 2.10.4  | Drill Pipe Racks                 | 4-36' triangular racks              |
| 2.10.5  | Drill Pipe:                      | Approximately 300-4", NC40 range II |
| 2.10.6  | Heavy Weight Drill Pipe:         | Approximately 80-4" HWDP            |
| 2.10.7  | Drill Collars:                   | Approximately 12-6 1/2" diameter    |
| 2.10.8  | Front End Loader                 |                                     |
| _       | Loader Manufacturer:             | Komatsu                             |
| _       | Loader Model:                    | WA200PZ-6                           |
| _       | Loader Serial #:                 | K0684                               |
| 2.10.9  | Water Truck                      |                                     |
| _       | Water Truck Manufacturer:        | Western Star                        |
| _       | Water Truck Date of Manufacture: | 2012                                |
| _       | Water Truck Model #:             | 4900FA                              |
| _       | Water Truck Engine:              | Detroit DD15                        |
| _       | Water Truck Serial #:            | 5KKHAEDRXCPBF4844                   |
| _       | Water Truck Front Tire Size:     | 385/65R22.5                         |
|         | Water Truck Rear Tire Size:      | 11R24.5                             |
|         | Water Tank Mount:                | Elliptical tank mounted to truck    |
| 2.10.10 | ) Water Truck Trailer            |                                     |
|         | ·                                |                                     |

| 2.10.11 Flock Tank            | 2-50m³    |
|-------------------------------|-----------|
| 2.10.12 Shale Tank            | 10' x 40' |
| 2.10.13 Flare Tank            | 9m³       |
| 2.10.14 Counterweight         |           |
| 2.10.15 Rig Manager's Trailer |           |

# Parcel 3 – Vortex Rig 3

#### 3 Ria 3

One complete modular drilling rig package with major equipment asset components, as follows:

## 3.1 Mast

One telescopic double mast, steel constructed, complete with plumbed electrical and hydraulic components, 4 sheave crown with fast line and monkey board.

| ,                                  |                                       |
|------------------------------------|---------------------------------------|
| Mast Design:                       | R.A. Hodgson Industrial Engineering   |
| Mast Model #:                      | MT104-9.5-400E                        |
| Mast Date of Manufacture:          | October 2013                          |
| Mast Type:                         | Telescoping Double                    |
| Mast Serial #:                     | QF-2815-13-82                         |
| Mast Height:                       | 106′/32.3m                            |
| Mast Base Width:                   | 9'6"/2.90m                            |
| Maximum Static Hook Load:          | 422,400 lbs/188,000 daN (8 lines)     |
| Mast Monkey Board:                 | Integrally mounted                    |
| Mast Raising Cylinders:            | Dual, multi stage hydraulic cylinders |
| Mast Ladder:                       | Integrally mounted to mast            |
| Mast Stand Pipe:                   | Integrally mounted                    |
| Mast Tugger Winch Manufacturer:    | Dual Pullmaster winches               |
| Mast Tugger Winch Model #:         | PL8                                   |
| Block & Hook Manufacturer:         | McKinney Machine                      |
| Block & Hook Model:                | Arctic T250                           |
| Block & Hook Static Load Capacity: | 250 Ton                               |
| Block Serial #:                    | 41332-2                               |
| Hook Serial #:                     | 40902                                 |
| Block & Hook Inspection:           | Nortech Advanced NDT                  |
| Block & Hook Inspection File #:    | M-156438                              |
| Block & Hook Inspection:           | T & T Inspections                     |
| Block & Hook Inspection Report #:  | 42652                                 |
| Block & Hook Inspection:           | Iris NDT                              |
| Block & Hook Inspection Report #:  | CG34-UT15                             |
| Load Test Report:                  | Alco                                  |
| Load Test Work Order #:            | 28215/34835                           |
| Block & Hook Certification:        | Johansson Engineering Ltd.            |
|                                    |                                       |

| Block & Hook Certification Date:         | October 8, 2013              |
|--|------------------------------|
| Rotary Swivel Manufacturer:              | McKinney Machine             |
| Rotary Swivel Model #:                   | Arctic T-200                 |
| Rotary Swivel Serial #:                  | 40951                        |
| Rotary Swivel Capacity:                  | 200 Ton                      |
| Rotary Swivel Inspection:                | T&T Inspections              |
| Rotary Swivel Inspection Report#:        | 43631                        |
| Rotary Swivel Engineering File #:        | 140421652                    |
| Rotary Swivel Certification:             | T&T Inspections              |
| Rotary Swivel Certification Date:        | April 7, 2014                |
| Rotary Tong Model:                       | AAX                          |
| Rotary Tong Serial #:                    | IM0007-IM0008                |
| Rotary Tong Type:                        | Manual                       |
| Rotary Tong Jaws:                        | 16 lug jaws                  |
| Rotary Tong Inspection:                  | Nortech Advanced NDT         |
| Rotary Tong Inspection Stamp/Report#:    | M-151150                     |
| Rotary Tong Certification:               | Nortech Advanced NDT         |
| Rotary Tong Certification Date:          | May 16, 2013                 |
| Rotary Tong Engineering File #:          | E-31734                      |
| Rotary Tong Load Test #:                 | LTT-0513-48001-2016          |
| Rotary Tong Rated Capacity:              | 55,000 ft lbs                |
| Elevator Bail Link Size:                 | 2 ¼" x 96"                   |
| Elevator Bail Link Identification #:     | M-148596                     |
| Elevator Bail Link Capacity:             | 250 Ton                      |
| Elevator Bail Link Inspection:           | Nortech Advanced NDT         |
| Elevator Bail Link Engineering File #:   | E-31568                      |
| Elevator Bail Link Certification:        | Nortech Advanced NDT         |
| Elevator Bail Link Certification File #: | E-31568                      |
| Elevator Bail Link Certification Date:   | March 28, 2013               |
| Drill Pipe Elevator Manufacturer:        | Mud King                     |
| Drill Pipe Elevator Size:                | To accommodate 4" drill pipe |
| Drill Pipe Elevator Rating:              | 175 Ton                      |
| Drill Pipe Elevator Serial #:            | 40905                        |
| Drill Pipe Elevator Work Order #:        | ICE-04219                    |
| Drill Pipe Elevator Certification:       | Icon Energy Services         |
| Drill Pipe Elevator Certification Date:  | November 24, 2014            |
|  |                              |

#### 3.2 Substructure

One step-down substructure to accommodate the above mast, complete with loading beams, drawworks carrier deck, rotary beams, drawworks master skid, working floor and BOP cellar area.

| Substructure Model:                      | Hodgson ST14-14.2-400G              |
|--|-------------------------------------|
| Substructure Serial #:                   | QF-2814-13-87                       |
| Substructure Date of Manufacture:        | October 2013                        |
| Substructure Type:                       | Step Down                           |
| Substructure Floor Height:               | 14'                                 |
| Substructure Max Static Rotary Capacity: | 400,000 lbs                         |
| Substructure Setback Capacity:           | 350,000 lbs                         |
| Substructure Certification:              | R.A. Hodgson Industrial Engineering |
| Substructure Certification File #:       | 5670-S                              |
| Substructure Certification Date:         | 2013                                |
| Substructure Walls:                      | Steel crossed crimped panels        |
| Substructure Lights:                     | 2-48" LED exterior lights           |
| Substructure BOP Handling:               | Integral BOP lift system            |
| Substructure Heaters:                    | Dual Ruffneck steam heaters         |
| Rotary Table:                            | Mounted at well center              |
| Rotary Table Size:                       | 17 ½" x 44"                         |
| Rotary Table Drive:                      | Elevated chain drive from drawworks |
| Annular BOP Manufacturer:                | Shenkai Petroleum                   |
| Annular BOP Model:                       | Shenkai Spherical Annular           |
| Annular BOP Size:                        | 9″                                  |
| Annular BOP Pressure Rating:             | 3000 psi                            |
| Annular BOP Litres to Open:              | 19.03                               |
| Annular BOP Litres to Close:             | 27.36                               |
| Annular BOP Serial #:                    | 101                                 |
| Annular BOP Job#:                        | 71637                               |
| Annular BOP Trim:                        | NACE                                |
| Annular BOP Certification:               | Alberta Petroleum Industries        |
| Annular BOP Certification Date:          | December 2, 2015                    |
| Annular BOP Certification Renewal:       | November 30, 2019                   |
| Blind Ram Manufacturer:                  | Shenkai Petroleum                   |
| Blind Ram Size:                          | 9″                                  |
| Blind Ram Pressure Rating:               | 3000 psi                            |
| Blind Ram Litres to Open:                | 2.57                                |
| Blind Ram Litres to Close:               | 2.91                                |
|  |                                     |

| Blind Ram Model:                     | LWP                             |
|--------------------------------------|---------------------------------|
| Blind Ram Serial #:                  | 212                             |
| Blind Ram Job #:                     | 71639                           |
| Blind Ram Trim:                      | NACE                            |
| Blind Ram Certification:             | Alberta Petroleum Industries    |
| Blind Ram Certification Date:        | December 10, 2015               |
| Blind Ram Certification Renewal:     | November 30, 2019               |
| Pipe Ram Manufacturer:               | Shenkai Petroleum               |
| Pipe Ram Size:                       | 9″                              |
| Pipe Ram Pressure Rating:            | 3000 psi                        |
| Pipe Ram Litres to Open:             | 2.57                            |
| Pipe Ram Litres to Close:            | 2.91                            |
| Pipe Ram Model:                      | LWP                             |
| Pipe Ram Serial #:                   | 190                             |
| Pipe Ram Job #:                      | 71638                           |
| Pipe Ram Trim:                       | NACE                            |
| Pipe Ram Certification:              | Alberta Petroleum Industries    |
| Pipe Ram Certification Date:         | December 2, 2015                |
| Pipe Ram Certification Renewal:      | November 30, 2019               |
| Working Spool Manufacturer:          | Alberta Petroleum Industries    |
| Working Spool Flange Size:           | 9′ 3000                         |
| Working Spool #1 Outlet Size:        | 3 1/8" 3000                     |
| Working Spool #2 Outlet Size:        | 2 1/16" 5000                    |
| Working Spool Overall Length:        | 17"                             |
| Working Spool Serial #:              | 64054-03                        |
| Working Spool Job #:                 | 71643                           |
| Working Spool Pressure Rating:       | 3000                            |
| Working Spool Trim:                  | NACE                            |
| Working Spool Certification:         | Alberta Petroleum Industries    |
| Working Spool Certification Date:    | December 17, 2016               |
| Working Spool Certification Renewal: | November 30, 2019               |
| Change Over Spool Manufacturer:      | Alberta Petroleum Industries    |
| Change Over Spool Upper Flange:      | 11" 3000/2000                   |
| Change Over Spool Lower Flange:      | 9″ 3000                         |
| Change Over Spool Outlet Size:       | Dual 2 1/16" 5000# @ 180 degree |
| Change Over Spool Overall Length:    | 16"                             |
| Change Over Spool Serial #:          | 64054-08                        |

| Change Over Spool Job #:                 | 71641                               |
|--|-------------------------------------|
| Change Over Spool Trim:                  | NACE                                |
| Change Over Spool Certification:         | Alberta Petroleum Industries        |
| Change Over Spool Certification Date:    | December 16, 2016                   |
| Change Over Spool Certification Renewal: | November 30, 2019                   |
| #1 HCR Valve Manufacturer:               | KBV                                 |
| #1 HCR Valve Size:                       | 3 1/8"                              |
| #1 HCR Valve Pressure Rating:            | 3000 psi                            |
| #1 HCR Valve Serial #:                   | 014143057                           |
| #1 HCR Valve Type:                       | Gate valve                          |
| #1 HCR Valve Trim:                       | NACE                                |
| #1 HCR Valve Certification:              | Alberta Petroleum Industries        |
| #1 HCR Valve Certification Date:         | October 3, 2016                     |
| #2 HCR Valve Manufacturer:               | KBV                                 |
| #2 HCR Valve Size:                       | 2 1/6"                              |
| #2 HCR Valve Pressure Rating:            | 5000 psi                            |
| #2 HCR Valve Serial #:                   | L1212207/L1212156/L1212098/L1212081 |
| #2 HCR Valve Type:                       | Gate valve                          |
| #2 HCR Valve Trim:                       | NACE                                |
| #2 HCR Valve Certification:              | Alberta Petroleum Industries        |
| #2 HCR Valve Certification Date:         | January 1, 2014                     |

#### 3.3 Drawworks

One drawworks master skid complete with one Ratmaster 750 drawworks, Cummins drive engine, elevated chain case drive, hydraulic survey line winch, glycol and hydraulic tanks as follows:

| Drawworks Manufacturer:        | Revolution Equipment                   |
|--------------------------------|--|
| Drawworks Model #:             | REM-850                                |
| Drawworks Serial #:            | 850-2484018                            |
| Drawworks Date of Manufacture: | October 2013                           |
| Drawworks Wire Line Anchor:    | On off-drillers side                   |
| Drawworks Horsepower Rating:   | 850                                    |
| Drawworks Brake Flange Size:   | 46" x 10"                              |
| Drawworks Auxiliary Brake:     | Eaton 236WCBD                          |
| Drawworks Drive:               | Input to right angle gear box          |
| Drawworks Skid:                | To accommodate drawworks and engine    |
| Drawworks Fold-Down Handrail:  | Handrail w/kick plate around perimeter |
| Drawworks Skid Mast Rack:      | Located at front of drawworks skid     |

| Drawworks Lights:                       | 4-48" LED lights                         |
|---|--|
| Drawworks Engine Manufacturer:          | Cummins                                  |
| Drawworks Engine Model:                 | QSX19                                    |
| Drawworks Engine Serial #:              | 37239189                                 |
| Drawworks Engine Horsepower:            | 780                                      |
| Drawworks Engine Fuel Type:             | Diesel                                   |
| Drawworks Engine Radiator:              | Integrally mounted to engine             |
| Drawworks Engine Exhaust:               | Single exhaust directed to front of skid |
| Drawworks Engine Battery Box:           | Mounted adjacent to engine               |
| Drawworks Engine Transmission MFR:      | Allison                                  |
| Drawworks Engine Transmission Serial #: | 3110117961                               |
| Drilling Line Spool:                    | Mounted on drawworks master skid         |
| Drilling Line Size:                     | 1-1/8"                                   |
| Survey Line Winch Manufacturer:         | Grayco                                   |
| Survey Line Winch Model #:              | FW-12-20-1                               |
| Survey Line Winch Serial #:             | GML-0338-GSL-R093                        |
| Survey Line Winch:                      | Post mounted near drawworks drum         |
| Survey Line Winch Type:                 | Hydraulically actuated                   |
| Survey Line Winch Size:                 | .092" Wire                               |
| Hydraulic Oil Tank Configuration:       | Rectangular steel tank                   |
| Hydraulic Oil Tank Plumbing:            | To 3 stage hydraulic pump                |
| Hydraulic Oil Tank Cooler:              | Remote oil cooler rad                    |
| Hydraulic Oil Tank Cooler Rad Drive:    | Direct driven by electric motor          |
| Cooler Rad Drive Motor Horsepower:      | 10                                       |
| Cooler Rad Drive Motor Cat #:           | NIPZ1511C-4                              |
| Drill Floor Access Stairs:              | From drawworks floor to drill floor      |
| Mud Tank Access Platform:               | From drawworks skid to mud tank          |
| Ground Level Access Stairs:             | From drawworks skid to ground level      |

#### 3.4 Combination Building

One skidded combination building compartmentalized to accommodate the Cummins diesel engine/generator, electrical controls, fuel tank, accumulator, and tool room.

| Building Skid:                    | 3 runner wide flange beam skid                |
|-----------------------------------|---|
| Building Skid Loading Rolls:      | Skid loading rolls both ends                  |
| Building Roof Fold Down Handrail: | Handrails w/ kick plate around perimeter      |
| Building Walkways:                | Fold-down walkways on one side                |
| Building Wall Panels:             | Straight steel wall panels                    |
| Building Cable Arm:               | Swing out exterior cable arm                  |
| Building Access Doors:            | 1 double louvered & 2 single access doors     |
| Building Roof Access:             | Roof access ladder one end                    |
| Building Plug Board Access:       | Exterior access door to plug board            |
| Building Exterior Lights:         | 7-square halogen exterior lights              |
| Fuel Tank Manufacturer:           | Thunder & Lightening                          |
| Fuel Tank Capacity:               | 19,500 liters                                 |
| Fuel Tank Serial #:               | TW21149                                       |
| Fuel Tank TC Spec #:              | TC44  |
| Fuel Tank Date of Manufacture #:  | February 2014                                 |
| Fuel Tank Certification Date:     | August 2014                                   |
| Fuel Level Indicator:             | Level indicator on tank exterior              |
| Generator Room Electrical:        | Plug board access, electrical function panels |
| Generator Room Lights:            | 4-48" LED interior lights                     |
| Generator Room Fire Safety:       | 1-40 pound fire extinguisher                  |
| Generator Room Safety:            | Emergency stretcher                           |
| Generator Room Fuel Tank:         | Diesel fuel day tank                          |
| Generator Room Roof Hatch:        | Fresh air roof hatch                          |
| Generator Engine Manufacturer:    | Cummins                                       |
| Generator Engine Model:           | QSX15-G9                                      |
| Generator Engine Displacement:    | 15 liters                                     |
| Generator Engine #:               | 79608131                                      |
| Generator Engine Family #:        | ACEXL060.AAD                                  |
| Generator Engine Reference #:     | A034D657                                      |
| Generator Engine Mount:           | Independent skid, bolt lugged to floor        |
| Generator Engine Radiator:        | Integrally mounted to engine                  |
| Generator Engine Exhaust:         | Single vertical exhaust                       |
| Generator Engine Battery Box:     | Mounted adjacent to engine                    |
| Engine Generator Model:           | DFEK-A043T573                                 |
|                                   |   |

| Engine Generator Serial #:           | E110213057                                  |
|--------------------------------------|---|
| Accumulator Serial #:                | 4855  |
| Accumulator Type:                    | 5 station                                   |
| Accumulator Back Up:                 | 4-15 gallon back-up bottles                 |
| Accumulator Capacity:                | 8 x 11 Us gal                               |
| Accumulator Pump MFR:                | Weatherford                                 |
| Accumulator Pump Type:               | Triplex                                     |
| Accumulator Pump Model:              | T1-32                                       |
| Accumulator Pump Motor Manufacturer: | Baldor                                      |
| Accumulator Pump Motor Serial #:     | 1207010005                                  |
| Transformer Manufacturer:            | Hammond Power                               |
| Transformer Part #:                  | NMK075KB                                    |
| Air Compressor MFR:                  | Ingersol Rand                               |
| Air Compressor Serial #'s:           | CBV257478/CBV257270                         |
| Air Compressor Mount:                | Horizontally mounted on 60 gal air receiver |
| Tool Room Lights:                    | 2-48" dual LED interior lights              |
| Tool Room Heater MFR:                | Ruffneck                                    |
| Tool Room Heater Model:              | FX5-480360-50-WT                            |
| Tool Room Heater Serial #:           | RH190866                                    |
| Oil Storage Tanks:                   | 4-rectangular fluid storage tanks on stand  |
| Oil Storage Tank Capacity:           | 45 gallon tanks                             |
| Oil Storage Tank Contents:           | Motor oil, hydraulic oil, & gear oil        |
| Tool Room Bolt Bin:                  | Single door, upright multi compartment bins |
| Tool Room Storage Cabinet:           | 3 door upright parts storage cabinet        |
| Tool Room Storage Cupboard:          | 2 door wall mounted parts cupboard          |
| Tool Room Work Bench:                | Steel work bench w/ bench vise              |
| Tool Room Tool Storage Pegs:         | Wall mounted tool storage pegs              |
| Tool Room Amenities:                 | Paper towel dispenser                       |
| Tool Room Fire Safety:               | 1-40 pound fire extinguisher                |
|                                      |   |

#### 3.5 Mud Pump

#### 3.5A Mud Pump Building #1

Two skidded buildings that houses the F-1000 mud pump, Cummins diesel engine, drive assembly, suction/discharge lines, instrumentation gauges and wash gun pump as follows:

| Building Skid:               | 3 runner wide flange beam skid |
|------------------------------|--------------------------------|
| Building Skid Loading Rolls: | Skid loading rolls both ends   |
| Building Walls:              | Steel straight panel walls     |
| Building Roof Access:        | Roof access ladder on one end  |

| Building Roof Fold Down Handrail:        | Handrail w/ kick plate around perimeter   |
|--|---|
| Building Access Doors:                   | 3-single access                           |
| Building Louvered Door:                  | 1 Louvered door on rad end                |
| Building Fold Down Walkways:             | Walkways around 2 sides                   |
| Building Interior Lights:                | 4-48" LED interior lights                 |
| Building Exterior Lights:                | 4-square halogen exterior lights          |
| Building Storage Cabinet:                | Corner mounted single door cabinet        |
| Building Fuel Tank:                      | Vertical cylindrical diesel fuel day tank |
| Building Air Receiver:                   | Vertical cylindrical air receiver         |
| Building Fire Safety:                    | 1-20 pound fire extinguisher              |
| Building Safety:                         | Eyewash station                           |
| Mud Pump Engine Radiator:                | Remote radiator                           |
| Mud Pump Engine Radiator MFR:            | Cummins                                   |
| Mud Pump Engine Radiator Mount:          | Independent skid                          |
| Mud Pump Engine Radiator Drive:          | Electric motor                            |
| Mud Pump Engine Radiator Motor MFR:      | CE  |
| Mud Pump Engine Radiator Motor Model:    | MCC-48V                                   |
| Mud Pump Engine Radiator Motor Serial #: | 45668                                     |
| Mud Pump Engine Radiator Motor Design:   | "C"                                       |
| Mud Pump Engine Radiator Motor Code:     | "G"                                       |
| Mud Pump Engine Radiator Motor HP:       | 25  |
| Mud Pump Engine Radiator Motor Type:     | TEFC                                      |
| Mud Pump Engine Manufacturer:            | Cummins                                   |
| Mud Pump Engine Serial #:                | 323272                                    |
| Mud Pump Engine Exhaust:                 | Single vertical exhaust                   |
| Mud Pump Engine Horsepower:              | 950                                       |
| Mud Pump Engine Transmission:            | Rouse                                     |
| Mud Pump Engine Transmission Serial #:   | 1338                                      |
| Mud Pump Engine Drive:                   | Belt driven into mud pump                 |
| Mud Pump Engine Mount:                   | Independent skid, bolt lugged to floor    |
| Mud Pump Engine Adjustment:              | Turnbuckle style adjustment sliders       |
| Mud Pump Model:                          | F-1300                                    |
| Mud Pump Type:                           | Triplex                                   |
| Mud Pump Serial #:                       | 11015C                                    |
| Pulsation Dampener:                      | 20 gallon                                 |
| Pressure Gauge:                          | Could not read tag at time of inspection  |
| 2" Gate Valve Manufacturer:              | Oteco                                     |
| •  |   |

| 2" Gate Valve Serial #:             | 108597                               |
|-------------------------------------|--------------------------------------|
| 4" Gate Valve Manufacturer:         | Oteco                                |
| Shear Relief Valve Manufacturer:    | Oteco                                |
| Wash Gun Pump Manufacturer:         | Cat Pumps                            |
| Wash Gun Pump Model:                | 550                                  |
| Wash Gun Pump Type:                 | Triplex                              |
| Wash Gun Pump Drive:                | Belt driven to electric motor        |
| Wash Gun Pump Assembly Mount:       | Steel wall mounted shelf             |
| Wash Gun Pump Hose Reel & Wand:     | Complete with hose, hose reel & wand |
| Lubricator Pump Manufacturer:       | Tuthill                              |
| Lubricator Pump Serial #:           | CC110P917CV                          |
| Lubricator Pump Drive:              | Direct coupled to electric motor     |
| Lubricator Pump Motor Manufacturer: | Baldor                               |
| Lubricator Pump Motor Cat#:         | M3558                                |
| Lubricator Pump Motor Spec #:       | 35H1876F8059                         |
| Lubricator Pump Motor Horsepower:   | 2                                    |
| Lubricator Pump Motor Voltage:      | 230/460                              |
| Lubricator Pump Motor Amperage:     | 6.5/6.3                              |
| Lubricator Pump Motor RPM:          | 1725                                 |
| Liner Wash Pump Manufacturer:       | Franklin                             |
| Liner Wash Pump Drive:              | Direct coupled to electric motor     |

#### 3.5B Mud Pump Building #2

| Building Skid:                    | 3 runner wide flange beam skid          |
|-----------------------------------|---|
| Building Skid Loading Rolls:      | Skid loading rolls both ends            |
| Building Walls:                   | Steel straight panel walls              |
| Building Roof Access:             | Roof access ladder on one end           |
| Building Roof Fold Down Handrail: | Handrail w/ kick plate around perimeter |
| Building Access Doors:            | 3-single access                         |
| Building Louvered Door:           | 1 Louvered door on rad end              |
| Building Fold Down Walkways:      | Walkways around 2 sides                 |
| Building Interior Lights:         | 4-48" LED interior lights               |
| Building Fire Safety:             | 1-20 pound fire extinguisher            |
| Building Storage Cupboard:        | 3 door parts storage cupboard           |
| Building Work Bench:              | Steel work bench w/bench vise           |
| Building Heater #1 Manufacturer:  | Ruffneck                                |
| Building Heater #1 Model:         | FRI24                                   |
|                                   |   |

| Building Heater #2 Model:  Building Transformer Manufacturer:  Building Fuel Tank:  Building Air Receiver:  Mud Pump Engine Radiator Mount:  Mud Pump Engine Radiator Drive:  FRI24  Hammond Power  Vertical cylindrical diesel fuel day tank  Vertical cylindrical air receiver  Remote radiator  Independent skid  Electric motor |
|---|
| Building Fuel Tank:  Building Air Receiver:  Mud Pump Engine Radiator:  Mud Pump Engine Radiator Mount:  Mud Pump Engine Radiator Drive:  Electric motor  |
| Building Air Receiver:  Mud Pump Engine Radiator:  Mud Pump Engine Radiator Mount:  Mud Pump Engine Radiator Mount:  Independent skid  Mud Pump Engine Radiator Drive:  Electric motor  |
| Mud Pump Engine Radiator:Remote radiatorMud Pump Engine Radiator Mount:Independent skidMud Pump Engine Radiator Drive:Electric motor  |
| Mud Pump Engine Radiator Mount: Independent skid  Mud Pump Engine Radiator Drive: Electric motor  |
| Mud Pump Engine Radiator Drive: Electric motor  |
|   |
| Mud Dump Engine Dedictor Motor MED  |
| Mud Pump Engine Radiator Motor MFR: Leeson  |
| Mud Pump Engine Radiator Motor Cat #: G150003.00  |
| Mud Pump Engine Radiator Motor Model: C324T11FB5D   |
| Mud Pump Engine Radiator Motor Frame #: 324T  |
| Mud Pump Engine Radiator Motor Serial #: 110007   |
| Mud Pump Engine Radiator Motor Design: "B"  |
| Mud Pump Engine Radiator Motor Type: TEFC   |
| Mud Pump Engine Radiator Motor Volts: 190/300   |
| Mud Pump Engine Radiator Motor Amps: 63/31.5  |
| Mud Pump Engine Manufacturer: Cummins   |
| Mud Pump Engine Serial #: 325666  |
| Mud Pump Engine Exhaust: Single vertical exhaust  |
| Mud Pump Engine Horsepower: 950   |
| Mud Pump Engine Transmission: Rouse   |
| Mud Pump Engine Transmission Serial #: 1337   |
| Mud Pump Engine Drive: Belt driven into mud pump  |
| Mud Pump Engine Mount: Independent skid, bolt lugged to floor   |
| Mud Pump Engine Adjustment: Turnbuckle style adjustment sliders   |
| Mud Pump Model: F-1300  |
| Mud Pump Type: Triplex  |
| Mud Pump Serial #: 11014C   |
| Pulsation Dampener: 20 gallon   |
| 2" Gate Valve Manufacturer: Oteco   |
| 4" Gate Valve Manufacturer: Oteco   |
| Shear Relief Valve Manufacturer: Oteco  |
| Liner Wash Pump Manufacturer: Jacuzzi   |
| Liner Wash Pump Drive: Direct coupled to electric motor   |
| Liner Wash Pump Motor MFR: Marathon   |
|   |
| Liner Wash Pump Motor Model: 15KC33MN2502BX   |
|   |

#### 3.6 Water Tank/Doghouse

Water tank and Doghouse are manufactured for unison use. The doghouse houses the rig instrumentation and control center. The doghouse scopes into the water tank during rig moves. The water tank is manufactured with a separate pump and crew change rooms.

| Water Tank Skid:                | 3 runner wide flange beam skid          |
|---------------------------------|---|
| Water Tank Loading Rolls:       | Skid loading rolls both ends            |
| Water Tank Access Ladder:       | Access ladders on tank side             |
| Water Tank Access Stairs:       | Fold down access stairs one side        |
| Water Tank Fold Down Handrail:  | Handrail w/ kick plate around perimeter |
| Water Tank Dump Gate:           | Single dump gate                        |
| Change Shack Access:            | Single access door                      |
| Change Shack Lights:            | 2-48" LED interior lights               |
| Change Shack Interior Panels:   | Insulated interior wall panels          |
| Change Shack Bench:             | Steel sit bench                         |
| Change Shack Lockers:           | 16-mesh steel crew lockers              |
| Change Shack Heater MFR:        | Ruffneck                                |
| Change Shack Heater Model:      | FX5-480360-150-WT                       |
| Change Shack Heater Serial #:   | RH167198                                |
| Change Shack Amenities:         | Mini-fridge, paper towel dispenser      |
| Change Shack Safety:            | Eyewash station, ear plug dispenser     |
| Pump Room Access:               | Single access door                      |
| Pump Room Interior Lights:      | 1-48" LED interior light                |
| Pump Room Transformer MFR:      | Hammond                                 |
| Pump Room Transformer Serial #: | CB551876                                |
| Pump Room Transformer Part#:    | C3F009KBS                               |
| Pump Room Heater Manufacturer:  | Ruffneck                                |
| Pump Room Heater Model:         | FX5-480360-100-WT                       |
| Pump Room Heater Serial #:      | RH179282                                |
| Wash Gun Pump Manufacturer:     | Cat Pumps                               |
| Wash Gun Pump Model:            | Cat 550                                 |
| Wash Gun Pump Mount:            | Mounted on independent skid             |
| Wash Gun Pump Hose Reel & Wand: | Complete with hose, reel & wash wand    |
| Wash Gun Pump Drive:            | Driven by an electric motor             |
| Wash Gun Pump Motor MFR:        | Optimum                                 |
| Water Pumps:                    | Dual water pumps                        |
| Water Pump Drive:               | Dual pumps driven by electric motors    |
| Doghouse Type:                  | Slide out style doghouse                |
|                                 |   |

| Doghouse Raising System:        | Sling line/cable raised                      |
|---------------------------------|--|
| Doghouse Roof Access:           | Roof access ladder                           |
| Doghouse Fold Down Handrail:    | Handrail w/ kick plate around roof perimeter |
| Doghouse Stairs:                | Removable stairs into doghouse from tank     |
| Doghouse Access Doors:          | 2-single access doors with windows           |
| Doghouse Interior Lights:       | 3-48" LED interior lights                    |
| Doghouse Exterior Lights:       | 4-square halogen exterior lights             |
| Doghouse Storage Bench:         | Steel storage bench                          |
| Doghouse Knowledge Box:         | Dual knowledge boxes w/2 door cabinet        |
| Doghouse Parts Storage Cabinet: | 3 door upright parts storage cabinet         |
| Doghouse Lockers:               | 4-steel crew lockers                         |
| Doghouse Heater #1 MFR          | Ruffneck                                     |
| Doghouse Heater #1 Model:       | FX5-480360-200-WT                            |
| Doghouse Heater #1 Serial #:    | RH179274                                     |
| Doghouse Heater #2 MFR:         | Ruffneck                                     |
| Doghouse Windows:               | 7 full view safety glass windows             |
| Doghouse Electrical:            | Electrical control panels                    |
| Doghouse Control Console:       | Mustang control console                      |
| Doghouse Tool Storage Board:    | Tool wall pegs to store/hold tools           |
| Doghouse Safety:                | Lockout box, earplug dispenser, eyewash      |
| Doghouse Amenities:             | Paper towel dispenser                        |
| Doghouse Fire Safety:           | 1-20 pound fire extinguisher                 |
|                                 |  |

#### 3.7 Mud Tank

The single mud tank consists of a skidded sloped bottom, 5 compartment tank, with grated tank top, King Cobra shale shaker, dual agitators, degasser and mud mix room.

| Mud Tank Skid:               | 3 runner wide flange beam skid           |  |  |
|------------------------------|--|--|--|
| Mud Tank Loading Rolls:      | Skid loading rolls both ends             |  |  |
| Mud Tank Type:               | Slope bottom tank                        |  |  |
| Mud Tank Configuration:      | 5 compartment mud tank                   |  |  |
| Mud Tank Dump Gates:         | 5 dump gates                             |  |  |
| Mud Tank Top:                | Grated steel tank top                    |  |  |
| Mud Tank Roof:               | Fold down roof over tank                 |  |  |
| Mud Tank Lights:             | 5-48" LED lights                         |  |  |
| Mud Tank Access Stairs:      | Fold down stairs shack side & shaker end |  |  |
| Mud Tank Fold Down Platform: | Fold down platform on shaker side        |  |  |
| Mud Tank Degasser:           | 36" degasser                             |  |  |
|                              |  |  |  |

| Shale Shaker Manufacturer:     | King Cobra                             |
|--------------------------------|--|
| Shale Shaker Serial #:         | 130134                                 |
| Mud Tank Agitators:            | 2-vertical agitators                   |
| Mud Tank Chemical Barrel:      | Chemical mixing barrel on tank top     |
| Mud Tank Heater Manufacturer:  | Ruffneck                               |
| Mud Tank Heater Model:         | FR1-24-A1A1-2A                         |
| Mud Tank Heater Serial #:      | RH190704                               |
| Mud Tank Mix Shack:            | Integrally mounted to tank             |
| Mix Shack Access:              | Double access door                     |
| Mix Shack Interior Lights:     | 2-48" LED interior lights              |
| Mix Shack Cabinets:            | 2-single door, wall mounted cabinets   |
| Mix Shack Heater Manufacturer: | Ruffneck                               |
| Mix Shack Manifold:            | Manifold with 11 butterfly valves      |
| Mix Shack Mud Hopper:          | Venturi style mud hopper               |
| Mix Shack Pumps:               | 3 vertically mounted centrifugal pumps |
| Mix Shack Pump Size:           | 5 x 6 x 11                             |
| Mix Shack Pump Drive:          | All driven by electric motors          |
| Mix Shack Amenities:           | Paper towel dispenser                  |
| Mix Shack Safety:              | Eyewash station                        |
|                                |  |

#### 3.8 Catwalk/Manifold Shack

One hydraulically actuated skate catwalk complete with fabricated steel building to accommodate the hydraulic skate controls and vertically mounted choke & kill manifold.

| Catually Construction           | Causes tubing frame                    |
|---------------------------------|--|
| Catwalk Construction:           | Square tubing frame                    |
| Catwalk Loading Rolls:          | Loading rolls both ends                |
| Catwalk Swing Arms:             | 4-swing out pipe arms                  |
| Catwalk Skate:                  | Hydraulically actuated skate catwalk   |
| Catwalk Stairs:                 | 4-removable stairways                  |
| Catwalk Levelling Jacks:        | 8 levelling jacks                      |
| Manifold Shack:                 | Integrally mounted to catwalk          |
| Manifold Shack Access:          | 1 double door, 1 single door           |
| Manifold Shack Windows:         | 2-windows with safety bars             |
| Manifold Shack Walls:           | Straight steel paneled walls           |
| Manifold Shack Interior Walls:  | Insulated steel paneled interior walls |
| Manifold Shack Fire Safety:     | 1-20 pound fire extinguisher           |
| Manifold Shack Safety:          | Eyewash station                        |
| Manifold Shack Interior Lights: | 2-48" LED interior lights              |
|                                 |  |

| Manifold Shack Controls: | Hydraulic lever panels      |
|--------------------------|-----------------------------|
| Manifold Size:           | 3 x 2 choke & kill manifold |
| Manifold Valve Type:     | Gate valve, NACE trim       |
| Manifold Mount:          | Vertically mounted          |

#### 3.9 Boiler Building

One skidded oilfield building that accommodates the Saskatoon boiler and self-contained diesel fuel tank.

| Building Skid:  | 3 runner wide flange beam skid  |  |  |
|---|---|--|--|
| Building Loading Rolls:   | Skid Loading rolls both ends  |  |  |
| Building Fold Down Handrail:  | Handrail w/kick plate around perimeter  |  |  |
| Building Dump Gate:   | 1-dump gate   |  |  |
| Building Wall Panels:   | Straight steel wall panels  |  |  |
| Building Roof Access:   | Roof access ladder on one end   |  |  |
| Building Interior Lights:   | 4-48" LED interior lights   |  |  |
| Building Access Doors:  | 1-single door, 1-double door  |  |  |
| Building Storage Cabinet:   | 2 door upright parts storage cabinet  |  |  |
| Building Fire Safety:   | 1-20 pound fire extinguisher  |  |  |
| Building Safety:  | Eyewash station   |  |  |
| Building Electrical:  | Electrical control switches   |  |  |
| Building Fuel Tank:   | Integrally mounted diesel fuel tank   |  |  |
| Building Fuel Level Indicator:  | Fuel level sight gauge w/mesh guard   |  |  |
| ballaring racin Level Indicator.  | Fuel level sight gauge w/mesh guard   |  |  |
| Building Transformer Manufacturer:  | Hammond Power   |  |  |
| <del></del>   |   |  |  |
| Building Transformer Manufacturer:  | Hammond Power   |  |  |
| Building Transformer Manufacturer: Building Transformer Serial #:   | Hammond Power CB551703  |  |  |
| Building Transformer Manufacturer:  Building Transformer Serial #:  Building Transformer Part#:   | Hammond Power CB551703 C3F009KBS  |  |  |
| Building Transformer Manufacturer:  Building Transformer Serial #:  Building Transformer Part#:  Building Heater Manufacturer:  | Hammond Power  CB551703  C3F009KBS  Ruffneck  |  |  |
| Building Transformer Manufacturer:  Building Transformer Serial #:  Building Transformer Part#:  Building Heater Manufacturer:  Building Heater Model:  | Hammond Power  CB551703  C3F009KBS  Ruffneck  FX5-480360-200-WT                                       |  |  |
| Building Transformer Manufacturer:  Building Transformer Serial #:  Building Transformer Part#:  Building Heater Manufacturer:  Building Heater Model:  Building Heater Serial #:                                     | Hammond Power  CB551703  C3F009KBS  Ruffneck  FX5-480360-200-WT  RH190876                             |  |  |
| Building Transformer Manufacturer:  Building Transformer Serial #:  Building Transformer Part#:  Building Heater Manufacturer:  Building Heater Model:  Building Heater Serial #:  Boiler Manufacturer:               | Hammond Power  CB551703  C3F009KBS  Ruffneck  FX5-480360-200-WT  RH190876  Saskatoon Boiler           |  |  |
| Building Transformer Manufacturer:  Building Transformer Serial #:  Building Transformer Part#:  Building Heater Manufacturer:  Building Heater Model:  Building Heater Serial #:  Boiler Manufacturer:  Boiler Type: | Hammond Power  CB551703  C3F009KBS  Ruffneck  FX5-480360-200-WT  RH190876  Saskatoon Boiler  Firetube |  |  |

#### 3.10 Miscellaneous Equipment Assets

Miscellaneous equipment components and complimentary assets are as follows:

| 3.10.1  | Rig Matting:                     | 20 steel/wood constructed mats     |
|---------|----------------------------------|------------------------------------|
| 3.10.2  | Pipe Rack                        |                                    |
| 3.10.3  | Pipe Tubs:                       | 8 steel constructed pipe tubs      |
| 3.10.4  | Drill Pipe Racks:                | 4-36' triangular racks             |
| 3.10.5  | Drill Pipe:                      | Approximately 300-4" NC40 range II |
| 3.10.6  | Heavy Weight Drill Pipe:         | Approximately 80-4" NC40           |
| 3.10.7  | Drill Collars:                   | Approximately 12-6 ½" diameter     |
| 3.10.8  | Front End Loader:                |                                    |
| _       | Loader Manufacturer:             | Komatsu                            |
| _       | Loader Model:                    | WA200                              |
| _       | Loader Serial #:                 | K3146                              |
| 3.10.9  | Water Truck:                     |                                    |
| _       | Water Truck Manufacturer:        | Western Star                       |
| _       | Water Truck Date of Manufacture: | 2014                               |
| _       | Water Truck Model #:             | 4900FA                             |
| _       | Water Truck Engine:              | Detroit DD16                       |
| _       | Water Truck Serial #:            | SKKHAED13EPFS1844                  |
| _       | Water Truck Front Tire Size:     | 385/65R22.5                        |
| _       | Water Truck Rear Tire Size:      | 11R24.5                            |
| _       | Water Tank Mount:                | Elliptical tank mounted to truck   |
| 3.10.10 | ) Water Truck Trailer:           |                                    |
| 3.10.11 | . Flock Tank                     | 1-50m³                             |
| 3.10.12 | 2 Shale Tank                     | 10' x 40'                          |
| 3.10.13 | B Flare Tank                     |                                    |
| 3.10.14 | Counterweight                    | 9m³                                |
| 3.10.15 | Rig Manager's Trailer            |                                    |
| -       |                                  |                                    |

# Parcel 4 – Other equipment and inventory

#### 4.1 Equipment

| Description                       | Quantity | Size                   | Serial #          |
|-----------------------------------|----------|------------------------|-------------------|
| 2008 Dodge Truck                  | 1        |                        | 3D6WD78A48G239590 |
| 2013 Dodge Ram 2500 Crew cab 4x4  | 1        |                        | 3C6TR5GT8DG606204 |
| 30' x 7' wooden platforms         | 2        |                        |                   |
| Arctic T-200 Swivel               | 1        |                        | 40954             |
| Brake Bands                       | 2        | 4' round by 10" high   |                   |
| Drill Pipe                        | 5        | 7" x 20' long          |                   |
| Drill Pipe                        | 82       | 30' long x 4 1/4"      |                   |
| Drill Pipe                        | 83       | 32' long x 4 1/4"      |                   |
| Fiberglass water lines            | 6        | 30' long               |                   |
| Friedrich Room Air Conditioner    | 2        |                        |                   |
| Green Drill Pipe                  | 2        | 38' long x 6"          |                   |
| JMB Company Inc. Forks for loader | 1        |                        | 1104-141003-1     |
| Komatsu Loader WA380              | 1        |                        | 71662             |
| Lifts of assorted pre fabs        | 2        |                        |                   |
| Load Max Trailer                  | 1        | 30' trailer 9' hitch   | 34282             |
| Loader tire and rim               | 1        |                        |                   |
| Pipe Racking                      | 2        | 35' long               |                   |
| Pipe Racking                      | 2        | 30' long               |                   |
| Pipe Tub                          | 1        | 35'                    |                   |
| RG ZP175 Rotary Table             | 1        |                        | 08156             |
| Top Drive Block                   | 1        |                        |                   |
| TrailTech flat deck               | 1        | 32' trailer / 9' hitch | 2CU59ATL1E2034445 |
| TrailTech flat deck               | 1        | 20' long               | 2CU53ALA0D2033561 |
|                                   |          |                        |                   |

#### 4.2 Parts Inventory/Shop Equipment

| Description                            | Quantity | Model | Serial # |
|--|----------|-------|----------|
| 10,000' of survey line                 | 1        |       |          |
| 130' sala blocks                       | 4        |       |          |
| 16" Rotary hoisting clutch bag         | 1        |       |          |
| 19 litre floor motor fan for a Cummins | 1        |       |          |

| Description                                     | Quantity | Model | Serial #      |
|---|----------|-------|---------------|
| 20 Gallon Dampener                              | 1        |       |               |
| 20' Sala block                                  | 1        |       |               |
| 200' Boom line                                  | 1        |       |               |
| 25 gallon air tank                              | 1        |       | 305570        |
| 3" water pump                                   | 1        |       |               |
| 6" heads for F1000                              | 5        |       |               |
| 85' sala block                                  | 1        |       |               |
| Aluminum reservoir                              | 1        |       |               |
| Annular bag                                     | 1        |       |               |
| Assorted lengths of blue water hose             | 3        |       |               |
| Assorted pumps, motors, valves and flanges      | 8        |       |               |
| Assorted rig phone parts (wired)                | 1        |       |               |
| Assortment of Crown saver parts                 | 1        |       |               |
| Barksdale heat sensor                           | 1        |       |               |
| Battery Charger                                 | 1        |       |               |
| Battery Chargers                                | 2        |       |               |
| Bell subs                                       | 2        |       |               |
| Bit sub 3 1/2"                                  | 1        |       |               |
| Bit sub 4 1/2"                                  | 1        |       |               |
| Block heater for 19 LT                          | 1        |       |               |
| Boiler fan                                      | 1        |       |               |
| Boiler fuel pump motor                          | 1        |       |               |
| Boiler pop valve                                | 1        |       |               |
| BOP shut off                                    | 1        |       |               |
| Box of hardware for an air bag                  | 1        |       |               |
| Box of repair parts for agitators for mud tanks | 1        |       |               |
| Bumper block for a catwalk                      | 1        |       |               |
| Burks E57M water pump for boiler (blue)         | 1        |       | C16/0841/1212 |
| Cable straps                                    | 2        |       |               |
| Cables  | 2        |       |               |
| Chelsea pump                                    | 1        |       |               |
| Crossover 4" full hole                          | 1        |       |               |
| Cub-Cadet Zero-Turn riding mower                | 1        |       |               |
| Cummins Diesel Generator QSX15 Litre            | 1        |       |               |
| Double pin subs                                 | 4        |       |               |

| Description                                   | Quantity | Model         | Serial #    |
|---|----------|---------------|-------------|
| Drawworks chain                               | 1        |               |             |
| Drilling spool                                | 1        |               |             |
| Extra hole 4 1/2"                             | 2        |               |             |
| F1300 6" heads and liners                     | 3        |               |             |
| Fast throttle                                 | 1        |               |             |
| Filter for an oil tank pump                   | 1        |               |             |
| Hoisting clutch                               | 1        |               |             |
| Hydraulic filtration system                   | 1        |               |             |
| Hydraulic HCR                                 | 1        |               |             |
| Hydraulic HCR                                 | 1        |               |             |
| Hydraulic parts for a chop drive setup        | 2        |               |             |
| Hydraulic pump                                | 1        |               |             |
| Inside BOP 4"                                 | 1        |               |             |
| Kelly Bushings                                | 1        |               |             |
| Kicker hose                                   | 1        |               |             |
| Kill line hose                                | 1        |               |             |
| Kill line valves                              | 2        |               |             |
| Lifting lugs                                  | 4        |               |             |
| Line pole gauge (red crate)                   | 1        |               |             |
| Lugs for spreaders                            | 9        |               |             |
| Manifold gauges                               | 3        |               |             |
| Manual HCR                                    | 1        |               |             |
| Max motion inverter duty hydraulic pump motor | 1        | Model MQC-48W | 4567        |
| McDonnell & Miller flow switch                | 1        |               |             |
| Metal storage box                             | 1        |               |             |
| Miscellaneous fuel and hydraulic hoses        | 1        |               |             |
| Module for an F1000                           | 1        |               |             |
| Morris coupler                                | 1        |               |             |
| Mr. Heater 210,000 btu                        | 1        |               |             |
| Nissan 60 forklift                            | 1        |               | MUG1F2A30LV |
| Old air tank                                  | 1        |               |             |
| Outside flood light                           | 1        |               |             |
| Parts for a wired phone set                   | 1        |               |             |
| Phone set (wireless)                          | 1        |               |             |
| Phone set (wireless)                          | 1        |               |             |
| Pipe shredder                                 | 1        |               |             |

| Description   | Quantity | Model | Serial #                  |
|---|----------|-------|---------------------------|
| Pipe Spinner Can 700                                | 1        |       |                           |
| Porta Power Enerpac                                 | 1        |       |                           |
| Rotary chain  | 1        |       |                           |
| Rotary clutch                                       | 1        |       |                           |
| Rotary table lugs                                   | 4        |       |                           |
| Ruffneck Heater                                     | 1        |       | FX412-480360-10-4164-1884 |
| Scott air packs                                     | 6        |       |                           |
| Set of collar slips                                 | 1        |       |                           |
| Set of pump belts for F1000                         | 1        |       |                           |
| Set of rotary table bushings                        | 1        |       |                           |
| Set of tongs  | 1        |       |                           |
| Set of tongs with jaws                              | 1        |       |                           |
| Shells for mixers on mud tanks                      | 3        |       |                           |
| Shop vac  | 1        |       |                           |
| Spare air bottles                                   | 4        |       |                           |
| Spare cord  | 1        |       |                           |
| Stand up cabinets with assorted tools and equipment | 2        |       |                           |
| Tong jaws for tongs machine (wooden box)            | 2        |       |                           |
| Tool box  | 1        |       |                           |
| Tow rope  | 1        |       |                           |
| Trays of BOP gaskets and rubbers                    | 6        |       |                           |
| Turbo off floor motor                               | 1        |       |                           |
| Upright tool cabinet                                | 1        |       |                           |
| Water pump motor for boiler (green)                 | 1        |       |                           |
| Weight indicators                                   | 2        |       |                           |
| Yard sprayer  | 1        |       |                           |

## 4.3 Office Equipment

| Description       | Quantity |
|-------------------|----------|
| Cleaning supplies | Various  |
| Desks             | 4        |
| Fridge            | 1        |
| Office cabinets   | 8        |
| Office chairs     | 5        |

| Office supplies | Various |   |
|-----------------|---------|---|
| Paper shredders | 2       | _ |
| Printer         | 1       |   |
| Studio chairs   | 8       |   |

## SCHEDULE "C"

## Saskatchewan Personal Property Registry

| Debtor                  | Secured Party                  | General Collateral<br>Description   | Registration<br>Number and<br>Date                  | Comments/Expiry Date             |
|-------------------------|--------------------------------|---|---|----------------------------------|
| Vortex Drilling         | Radius Credit Union<br>Limited | General Property: All<br>Present and After-Acquired<br>property of the Debtor   | Registration<br>#: 300944680<br>October 29,<br>2012 | Expiry Date: October 29,<br>2022 |
| Vortex Drilling<br>Ltd. | Affinity Credit Union 2013     | Item #: 1 Serial Type: Motor Vehicle Serial #: 5KKHAEDR4CPBL4853 Year: 2012 Make/Desc.: WESTERNSTAR WATER TANK TRUCK  Item #: 2 Serial Type: Motor Vehicle Serial #: K0944 Make/Desc.: KOMATSU LOADER Model: WA200  Item #: 3 Serial Type: Mobile Home Serial #: DEMWST159 Make/Desc.: TOOL PUSH SHACK  Item #: 4 Serial Type: Mobile Home Serial Type: Mobile Home Serial Type: Mobile | Registration<br>#: 301070623<br>August 21,<br>2013  | Expiry Date: August 21, 2023     |
|                         |                                | Make/Desc.: WATER SHACK  Item #: 5 Serial Type: Trailer   |   |                                  |
|                         |                                | Serial #: DEMWST176<br>Make/Desc.: WATER<br>SHACK   |   |                                  |
|                         |                                | General Property: By an August 14, 2013 security Agreement the secured party takes a security interest in all of the debtor's present and after-acquired property (all of which property, together with all cash and non-cash proceeds thereof including insurance proceeds). The security includes Toolpush Shack, Combination Building, 15 liter Cummins, Accumulator-                |   |                                  |

| Vortov Drilling      | Affinity Cradit Union      | Mustang, Watertank/Doghouse Combination, Doghouse, Draworks Skid-Rigmaster P750, Hydraulic Pump, 19 liter Cummins 780hp, Allison Transmission, Right Angle Drive Draworks, Rigmaster Substructure, Rig Master mast, Rotary Table, Blow Out Prevention System, Hydraulic Catwalk, 2 Boilers, Pump House, 23 liter Cummins 980 hp, Transmission, Tri- plex F-1000 Pump.  Mud tanks, 3 Mission Magnum Pumps with 60 hp Electric Motor, 2 Agitators, King Cobra Shaker, 6 Pipe Tubs, Floc Tank, Shale Tank, Water Shack (Demby), 2012 Western Star Water Truck, Komatsu Loader. | Degistration                                       | Evolve Date: August 21, 2022 |
|----------------------|----------------------------|---|--|------------------------------|
| Vortex Drilling Ltd. | Affinity Credit Union 2013 | Item #: 1 Serial Type: Motor Vehicle Serial #: 5KKHAEDRXCPBF4844 Year: 2012 Make/Desc.: WESTERNSTAR WATER TANK TRUCK  Item #: 2 Serial Type: Motor Vehicle Serial #: K0684 Make/Desc.: KOMATSU LOADER Model: WA200  Item #: 3 Serial Type: Mobile Home Serial #: DEMWST174 Make/Desc.: TOOLPUSH SHACK Model: DEMBY  Item #: 4 Serial Type: Mobile Home Serial #: DEMWST157 Make/Desc.: WATER SHACK Model: DEMBY  Item #: 5 Serial Type: Trailer Serial #: DEMWST157 Make/Desc.: WATER SHACK SHACK SHACK   | Registration<br>#: 301070640<br>August 21,<br>2013 | Expiry Date: August 21, 2023 |

|                         |                            | Model: DEMBY   |  |                              |
|-------------------------|----------------------------|--|--|------------------------------|
|                         |                            | General Property: By an August 14, 2013 security Agreement the secured party takes a security interest in all of the debtor's present and after-acquired property (all of which property, together with all cash and non-cash proceeds thereof including insurance proceeds). The security includes Toolpush Shack, Combination Building, 15 liter Cummins, Accumulator-Mustang, Watertank Doghouse Combination, Draworks Skid: Rigmaster P750, Hydraulic Pump-kinecor Model-P5000C16, 19 liter Cummins 780hp, Allison Transmission (model CLT6061-4), Right Angle Drive, Draworks 750, Ratmaster Substructure, Ratmaster Mast, Rotary Table (Model-Zp-175), Blow Out Prevention System, Jayco Hydraulic Catwalk, 2-Saskatoon Boiler 100hp, Pumphouse, 23 liter Cummins 980 hp, Transmission, Tri-plex F-1000 Triplex Pump.  Mission Magnum Pump, 2 Mud tanks, 3 Mission Magnum Pumps with 60hp Electric Motor, 2 Agitator, King Cobra Shaker, 6 Pipe Tubs, Floc Tank, Shale Tank, Water Shack (Demby), 2012 Western Star Water Truck, Komatsu Loader. |  |                              |
| Vortex Drilling<br>Ltd. | Affinity Credit Union 2013 | Item #: 1 Serial Type: Motor Vehicle Serial #: 5KKHAED13EPFS1844 Year: 2014 Make/Desc.: WESTERN STAR Model: 4900SF  Item #: 2 Serial Type: Trailer Serial #: DEMWST237 Year: 2014  | Registration<br>#: 301070645<br>August 21,<br>2013 | Expiry Date: August 21, 2023 |

|                         |                      | Make/Desc.: DEMBY Model: WELLSITE  General Property: By an August 14, 2013 security Agreement the secured party takes a security interest in all of the debtor's present and after-acquired property (all of which property, together with all cash and non-cash proceeds thereof including insurance proceeds.) ADD: HAMM'S 100BBL STEEL WATER TANK                                      |  |                              |
|-------------------------|----------------------|---|--|------------------------------|
| Vortex Drilling<br>Ltd. | Mains Welding Ltd.   | General Property: VORTEX RIG 1 – Pump House VD1-208; Doghouse VD1-216D, Light Plant/Combination Building VD1-212, Mud Tank VD1- 206, Catwalk VD1-218, Sub VD1-202  VORTEX RIG 2 – Pump House VD2-208  VORTEX RIG 3 – Pump House VD3-210, Pump House VD3-210, Pump House VD3-214W, Sub VD3-202, Catwalk VD3-218  Rig Loader-Komatsu – Serial #K3146, Model 2VP11A, Machine Model WA250PZ-6 | Registration<br>#: 301656696<br>August 1,<br>2017  | Expiry Date: August 1, 2027  |
| Vortex Drilling<br>Ltd. | Royal Bank of Canada | General Property: PMSI<br>PROCEEDS CLAIMED,<br>ALL PRESENT AND<br>AFTER-ACQUIRED<br>PERSONAL PROPERTY   | Registration<br>#: 301662420<br>August 16,<br>2017 | Expiry date: August 16, 2022 |