



Lower Mattagamy Energy LP

DBRS: A(high) Moody's: A2

C\$ New Issue Indicative Pricing as at: February 20, 2018

Term	2 Year	3 Year	5 Year	7 Year	10 Year	30 Year
Canada Bond Benchmark	Interp (1.25% 1NOV19 & 1.5% 1MAR20)	Interp (0.75% 1SEP20 & 0.75% 1MAR21)	Interp (1% 1SEP22 & 1.75% 1MAR23)	Interp (2.5% 1JUN24 & 2.25% 1JUN25)	Interp (1% 1JUN27 & 5.75% 1JUN29)	2.75% 1DEC48
Canada Yield (Bid)	1.835%	1.953%	2.133%	2.250%	2.356%	2.481%
Credit Spread (bps)	44	52	59	70	87	127
Offering Yield	2.275%	2.473%	2.723%	2.950%	3.226%	3.751%
Re-Offer Spread to BAs	9	14	24	39	55	96
Re-Offer Spread to USD LIBOR	32	34	38	48	59	108

Hedging future GoC levels with Bond Rate-Lock

Bond Benchmark	CAN 1.25% 1NOV19	CAN 0.75% 1SEP20	CAN 1% 1SEP22	CAN 2.5% 1JUN24	CAN 1% 1JUN27	CAN 2.75% 1DEC48
Spot Level	1.784%	1.901%	2.098%	2.212%	2.340%	2.481%
For 3 months to 22-May-18	1.892% (+11 bps)	1.978% (+8 bps)	2.152% (+5 bps)	2.257% (+4 bps)	2.373% (+3 bps)	2.496% (+2 bps)
For 6 months to 21-Aug-18	2.029% (+25 bps)	2.069% (+17 bps)	2.209% (+11 bps)	2.305% (+9 bps)	2.407% (+7 bps)	2.511% (+3 bps)
For 12 months to 21-Feb-19	2.572% (+79 bps)	2.334% (+43 bps)	2.345% (+25 bps)	2.409% (+20 bps)	2.479% (+14 bps)	2.541% (+6 bps)

Selected Secondary Trading Comparables

Issue	Amount (C\$MM)	Benchmark	Remaining Term (Maturity / Par Call)	Price (Maturity / Par Call)	Bid Spread	
					vs. Bond	vs. Curve
4.331% due 18-May-21	225	CAN 3 1/4 06/01/21	3.2 / -	\$105.64 (M)	50	51
3.416% due 20-Jun-24	200	CAN 2 1/2 06/01/24	6.3 / -	\$103.61 (M)	67	67
2.307% due 21-Oct-26	220	CAN 1 1/2 06/01/26	8.7 / -	\$94.78 (M)	78	77
5.139% due 18-May-41	250	CAN 2 3/4 12/01/48	23.3 / -	\$121.94 (M)	127	125
4.944% due 21-Sep-43	200	CAN 2 3/4 12/01/48	25.6 / -	\$120.08 (M)	127	-
4.176% due 23-Feb-46	275	CAN 2 3/4 12/01/48	28.0 / -	\$107.89 (M)	127	-
4.175% due 23-Apr-52	225	CAN 2 3/4 12/01/48	34.2 / -	\$106.73 (M)	133	-

Pricing is indicative and subject to market conditions

Swapped equivalent levels and Rate Locks are for illustration purposes only and do not include cost of credit