RBC Capital Markets®

Lower Mattagamy Energy LP

DBRS: A(high) Moody's: A2

C$ New Issue Indicative Pricing as at: April 23, 2018

Term	2 Year	3 Year	5 Year	7 Year	10 Year	30 Year
Canada Bond Benchmark	Interp (1.5% 1MAR20 & 1.75% 1MAY20)	Interp (0.75% 1MAR21 & 3.25% 1JUN21)	Interp (1.75% 1MAR23 & 1.5% 1JUN23)	Interp (2.5% 1JUN24 & 2.25% 1JUN25)	Interp (1% 1JUN27 & 5.75% 1JUN29)	2.75% 1DEC48
Canada Yield (Bid)	1.932%	2.051%	2.202%	2.314%	2.379%	2.468%
Credit Spread (bps)	45	54	64	77	95	130
Offering Yield	2.382%	2.591%	2.842%	3.084%	3.329%	3.768%
Re-Offer Spread to BAs	**10**	**17**	**28**	**45**	**60**	**96**
Re-Offer Spread to USD LIBOR	**27**	**32**	**37**	**50**	**60**	**103**

Hedging future GoC levels with Bond Rate-Lock

Bond Benchmark	**CAN 1.5% 1MAR20**	**CAN 0.75% 1MAR21**	**CAN 1.75% 1MAR23**	**CAN 2.5% 1JUN24**	**CAN 1% 1JUN27**	**CAN 2.75% 1DEC48**
Spot Level	1.922%	2.034%	2.182%	2.268%	2.363%	2.468%
For 3 months to 23-Jul-18	2.031% (+11 bps)	2.111% (+8 bps)	2.235% (+5 bps)	2.316% (+5 bps)	2.396% (+3 bps)	2.483% (+1 bps)
For 6 months to 23-Oct-18	2.166% (+24 bps)	2.199% (+16 bps)	2.291% (+11 bps)	2.366% (+10 bps)	2.430% (+7 bps)	2.497% (+3 bps)
For 12 months to 24-Apr-19	2.664% (+74 bps)	2.436% (+40 bps)	2.421% (+24 bps)	2.473% (+20 bps)	2.501% (+14 bps)	2.526% (+6 bps)

Selected Secondary Trading Comparables

					Bid Spread	
Issue	Amount (C$MM)	Benchmark	Remaining Term (Maturity / Par Call)	Price (Maturity / Par Call)	vs. Bond	vs. Curve
4.331% due 18-May-21	225	CAN 3 1/4 06/01/21	3.1 / -	$105.07 (M)	59	59
3.416% due 20-Jun-24	200	CAN 2 1/2 06/01/24	6.2 / -	$102.28 (M)	73	73
2.307% due 21-Oct-26	220	CAN 1 1/2 06/01/26	8.5 / -	$93.54 (M)	83	82
5.139% due 18-May-41	250	CAN 2 3/4 12/01/48	23.1 / -	$122.09 (M)	128	127
4.944% due 21-Sep-43	200	CAN 2 3/4 12/01/48	25.4 / -	$120.26 (M)	128	-
4.176% due 23-Feb-46	275	CAN 2 3/4 12/01/48	27.9 / -	$108.12 (M)	128	-
4.175% due 23-Apr-52	225	CAN 2 3/4 12/01/48	34.0 / -	$107.01 (M)	143	-

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