



**TOUCHSTONE EXPLORATION INC.  
RESERVES COMMITTEE MANDATE**

**Role and Objective**

The Reserves Committee (the "**Committee**") is a committee of the Board of Directors (the "**Board**") of Touchstone Exploration Inc. (the "**Corporation**") established to assist the Board in respect to the Corporation's oil and gas reserves data and compliance with related legal and regulatory requirements, including National Instrument 51-101 *Standards of Disclosure for Oil and Gas Activities* ("**NI 51-101**").

The primary objectives of the Committee are as follows:

- (a) assisting the Board with the selection, engagement and instruction of an independent reserves evaluator for the Corporation and its affiliates;
- (b) ensuring there is a process in place to provide all relevant reserves data to the independent reserves evaluator;
- (c) monitoring the preparation of the independent reserves evaluation of the Corporation and its affiliates;
- (d) reviewing the annual independent reserves evaluation of the Corporation and its affiliates; and
- (e) assisting the Board with any other independent reserves evaluations required to be prepared for the Corporation.

**1. Reporting**

The Committee shall report to the Board.

**2. Appointment and Composition of the Committee**

The Committee shall be comprised of not less than three (3) directors appointed by the Board, or such greater number as otherwise determined by the Board. The majority of the members of the Committee shall meet the independence requirements set out in NI 51-101. All members shall be knowledgeable about the Corporation's oil and gas reserves estimating process and disclosure requirements. The duties and responsibilities of a member of the Committee are in addition to his or her duties and responsibilities as a director.

Any member may be removed or replaced at any time by the Board and shall, in any event, cease to be a member of the Committee upon ceasing to be a member of the Board.

**3. Vacancies**

Where a vacancy occurs at any time in the membership of the Committee, it may be filled by the Board.

**4. Chair**

The Board of Directors shall appoint the chair of the Committee (the "**Chair**"), who shall manage and coordinate the meetings and activities of the Committee and to oversee the execution by the Committee of its duties and responsibilities. If the Chair is not present at any meeting of the Committee, one of the other members of the Committee present at the meeting shall be chosen by a majority of the members to act as Chair for the purposes of such meeting.

## **5. Meetings of the Committee**

- (a) The Committee shall meet as necessary to in connection with the preparation of the annual reserves evaluation of the Corporation and its affiliates, to review the draft and final reports and to form a recommendation to the Board. The Chair, the chair of the Board, the President and Chief Executive Officer of the Corporation or any member of the Committee may call additional meetings at any such other time as they may determine.
- (b) At the request of the Committee, Board members and certain members of senior management may attend Committee meetings on a regular basis. The Committee may, by specific invitation, have other persons in attendance. The Committee shall have the right to determine who shall and who shall not be present at any time during a meeting of the Committee.
- (c) Committee meetings may be held in person, by video conference, by means of telephone, by means of other electronic or other communication facility that permits each person to communicate with each other during the meeting or by a combination of any of the foregoing. Board members, who are not members of the Committee, may attend Committee meetings, on an ad hoc basis, upon prior consultation and approval by the Committee Chair or by a majority of the members of the Committee.
- (d) The Committee shall meet "in-camera" with the independent reserves evaluators prior to the public release of the annual reserves estimates of the Corporation and its affiliates.

## **6. Notice of Meeting**

Notice of the time and place of every meeting may be given orally, in writing, or by facsimile to each member of the Committee at least two business days prior to the time fixed for such meeting. A member may in any manner waive notice of the meeting. Attendance by a member at a meeting shall constitute waiver of notice of the meeting except where a member attends a meeting for the express purpose of objecting to the transaction of any business on the grounds that the meeting was not lawfully called.

## **7. Quorum**

A majority of Committee members, present in person, by video conference, by telephone, by other electronic or communication facility or by a combination thereof, shall constitute a quorum. In the event the Committee consists of only two members, the quorum will be both members.

## **8. Minutes**

At each meeting, the Committee shall appoint a recording secretary to take the minutes of the meeting. Minutes of Committee meetings shall be sent to all members. The full Board shall be kept informed of the Committee's activities by a report following each Committee meeting.

## **9. Outside Resources**

The Committee may engage independent outside resources, at the expense of the Corporation and without further approval of the Board, if it deems necessary to carry out its responsibilities.

## 10. Duties and Responsibilities with Respect to Reserves

The Committee shall have the following duties and responsibilities with respect to Reserves:

- (a) Review the procedures of the Corporation relating to the disclosure of information with respect to oil and gas reserves data and in connection therewith shall:
  - (i) consider the adequacy of procedures for disclosure of reserves related information to regulatory authorities and investors;
  - (ii) review the procedures for providing information to the independent reserves evaluators;
  - (iii) ensure that there is an avenue for communication between each of the independent reserves evaluators, senior management and the Board;
  - (iv) establish a clear mandate with the independent reserves evaluators prescribing an open and transparent relationship with the Committee and confirming that the ultimate accountability of the independent reserves evaluators, in respect of the reserves processes and related reserves disclosures, is to the Committee;
  - (v) review compliance with applicable securities laws, regulations and policies; and
  - (vi) make appropriate reports and recommendations to the Board concerning the disclosure of oil and gas reserves data.
- (b) Annually review the selection and engagement of the independent reserves evaluators, including:
  - (i) considering the expertise of the proposed firms, and the responsible individuals;
  - (ii) considering the independence of the proposed firms; and
  - (iii) in the case of a proposed change in the evaluators from the previous year, determining the reasons for such proposed change and whether any disputes have arisen between the previous independent reserves evaluators and management.
- (c) Annually review the expected fees of the independent reserve evaluators.
- (d) Review the annual reserves estimates of the Corporation and its affiliates prior to public disclosure, including:
  - (i) reviewing the scope of work of the independent reserves evaluators;
  - (ii) reviewing the reserves estimates of the independent reserves evaluators;
  - (iii) reviewing any material change to the reserves of the Corporation;
  - (iv) meeting separately with management and with the independent reserves evaluators with respect to such estimates;
  - (v) determining whether any restrictions affect the ability of the independent reserves evaluators to report on the reserves data without reservation;

- (vi) determining whether appropriate written consents have been obtained from the independent reserves evaluators named in the disclosure documents, as applicable;
- (vii) conducting such interim reviews of internal reserves estimates as it sees fit to direct from time to time;
- (viii) reviewing all matters relating to the preparation, disclosure and/or filing of information related to the reserves; and
- (ix) making recommendations to the Board with respect to the content, filing and release of such disclosure, as applicable.

## **11. Whistleblower Matters**

At the request of the Audit Committee or senior management, the Committee shall assist in responding to any governance related matters received in connection with the Corporation's Whistleblower Policy or raised anonymously through the Corporation's Confidence Line.

## **12. Review**

The Committee shall review and assess the adequacy of this Mandate annually and recommend to the Board any changes it deems appropriate, including to account for best practice guidelines recommended by, and to comply with any rules or regulations disseminated by, securities regulators and stock exchanges, to the extent appropriate for the Corporation.

## **Mandate History**

November 16, 2012	Adopted by the Board of Directors
May 14, 2014	Corporation name changed from Petrobank Energy and Resources Ltd. to Touchstone Exploration Inc.
June 3, 2014	Approved by the Committee and the Board of Directors
March 21, 2017	Approved by the Committee and the Board of Directors
November 13, 2017	Committee named changed from Reserves Committee to Health, Safety, Environment ("HSE") and Reserves Committee
March 26, 2018	Approved by the Committee and the Board of Directors
March 6, 2019	Mandate expanded to HSE matters and approved by Committee
March 26, 2019	Approved by the Committee and the Board of Directors
March 25, 2020	Approved by the Committee and the Board of Directors
March 25, 2021	Revised following creation of HSSE Committee and approved by the Committee and the Board of Directors
March 25, 2022	Approved by the Committee and the Board of Directors
March 23, 2023	Approved by the Committee and the Board of Directors
March 20, 2024	Approved by the Committee and the Board of Directors
March 19, 2025	Amended and Approved by the Committee and the Board of Directors
March 30, 2026	Approved by the Committee and the Board of Directors