

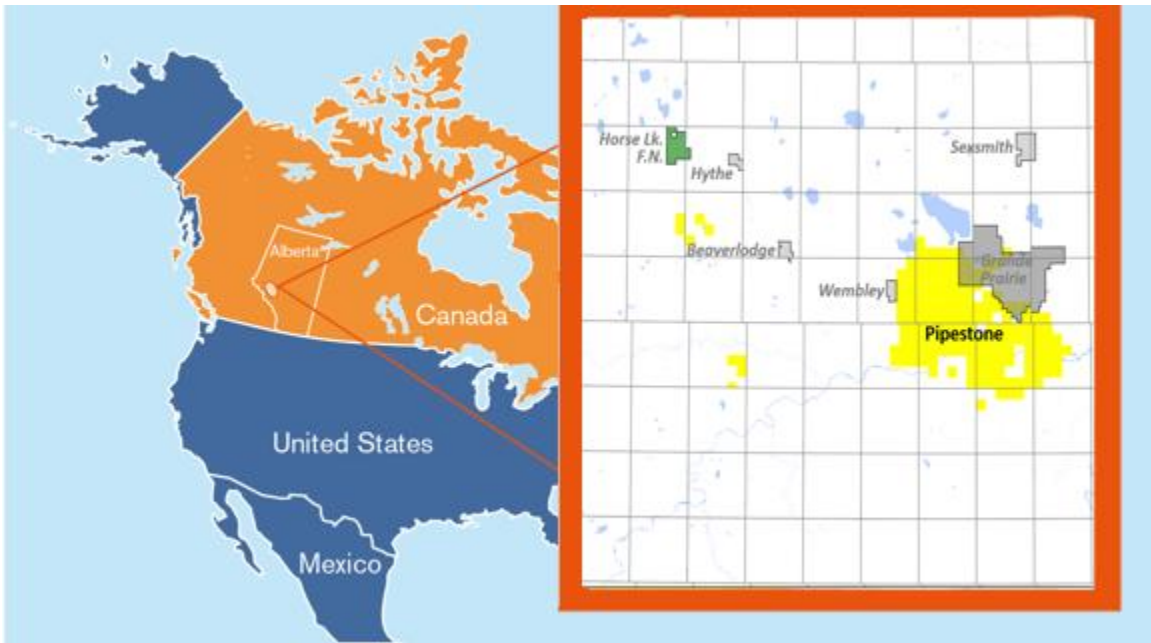


EQUITABLE
ORIGIN
CERTIFIED



Certified Unit Overview

Operator:	Pipestone Energy Corp.
Certified Unit:	Pipestone Montney Development Site
Location:	Wembley, Alberta, Canada
Area:	90,000 net acres
Segments of Supply Chain Covered:	Production and Gathering
Production volume:	Approximately 133 mmcf/d; 3,820 bbl/d NGL; 10,800 bbl/d condensate and oil
Assessment Body:	2021 Keefer Ecological Services, 2022 Impact Resolutions Ltd.



Site Profile

Pipestone Energy Corp. ("PEC") has continued to meet the requirements for certification of the Pipestone Montney Development Site in Wembley, Alberta, Canada to the EO100™ Standard for Responsible Energy Development (2017) and the EO100™ Standard Addendum for Shale Oil and Gas Operations (2015).

PEC is a Canadian oil and gas exploration, and production company focused on developing its large contiguous and condensate-rich Montney asset base in the Grande Prairie/Wembley area of Alberta, approximately 480 kilometres northwest of Edmonton, in northern Alberta. The corporate headquarters of PEC is in Calgary, Alberta, with a field operations office in Grande Prairie, Alberta. PEC is a player in the pure-play condensate-rich Montney formation covering over 90,000 net acres with operations predominately sour with an average hydrogen sulphide (H₂S) rate of 4.9%. In Q2 2022, Pipestone achieved record average quarterly production totalling more than 110 mmcf/d of natural gas from the Pipestone Wembley Project (the "Asset"). PEC employs multi-well, pad-based horizontal drilling and hydraulic multi-stage fracturing in this formation to maximize well productivity while minimizing surface disturbance. PEC has made two key public operations commitments: Net Zero target of 2035; Zero Methane Venting target of 2025.

Stakeholders and Communities

PEC had identified several stakeholder groups in its guiding principles in how they operate that include:

- Investors
- Government
- Partners and Suppliers
- Area Residents
- Indigenous Communities
- Staff

PEC's lease areas impact the traditional lands of two Treaty 8 Signatory communities, including the Duncan's First Nation and Horse Lake First Nation. Additionally, PEC's lease areas potentially impact the traditional lands of other Indigenous communities that are not Treaty 8 Signatories nor recognized by the federal government. These communities are the Kelly Lake Cree Nation, the Kelly Lake First Nation, the Foothills First Nation, and the Kelly Lake Métis Settlement Society. These communities have been consulted similarly to other Indigenous communities as a stakeholder versus rights and interest holders by the oil and gas industry.

Certification Results

Pipestone has met the requirements for certification of the Pipestone Montney Development Site to the EO100™ Standard for Responsible Energy Development (2017) and the EO100™ Standard Addendum for Shale Oil and Gas Operations (2015).

The EO100™ Standard encompasses the following Principles:

1. Corporate Governance, Transparency & Ethics
2. Human Rights, Social Impact & Community Development
3. Indigenous People's Rights
4. Fair Labor & Working Conditions
5. Climate Change, Biodiversity & Environment

PEC remains committed to improving its implementation of the EO100™ Standard and engaged Equitable Origin-approved independent assessors, Impact Resolutions Ltd. (IR), to conduct the re-verification assessment from September to November 2022.

The assessment team conducted verification activities that included a review of policies, practices and procedures, visits to pre-selected sites, and interviews with employees, consultants, contractors, and management. The assessment focused on areas that PEC has reported progress on and continuous improvement.

The re-verification assessment concluded that PEC has met the EO100™ Certification scoring requirements and improved upon performance significantly since the initial certification assessment. Over the course of 2022, PEC has committed to a continuous improvement process and has developed plans to close existing gaps identified by the initial certification assessment and assigned responsibility to each of the outstanding items remaining within the ongoing improvement plan. During this re-verification assessment, the Assessors recommended that PEC increase its engagement with Indigenous communities by sharing project information and providing economic opportunities and community investment funding for community initiatives. Furthermore, PEC has made significant progress and should continue developing and implementing its management system based on IOGP 510, "Operating Management System Framework." Some erosion control mechanisms have been installed to date, but more work is required to fully meet the Standard's requirements.

PEC will be required to be assessed against the updated 2022 Technical Supplement for Onshore Natural Gas and Light Oil Production in 2023. As such, a number of additional Performance Targets will need to be added into their continuous improvement plan.

Table 1: Summary Results by Principle

Principle	2021 Certification Assessment	2022 Re-Verification Assessment
1: Corporate Governance, Transparency & Ethics	84%	84%
2: Human Rights, Social Impact & Community Development	85%	93%
3: Indigenous Peoples’ Rights	52%	78%
4: Fair Labor & Working Conditions	87%	94%
5: Climate Change, Biodiversity & Environment	65%	73%

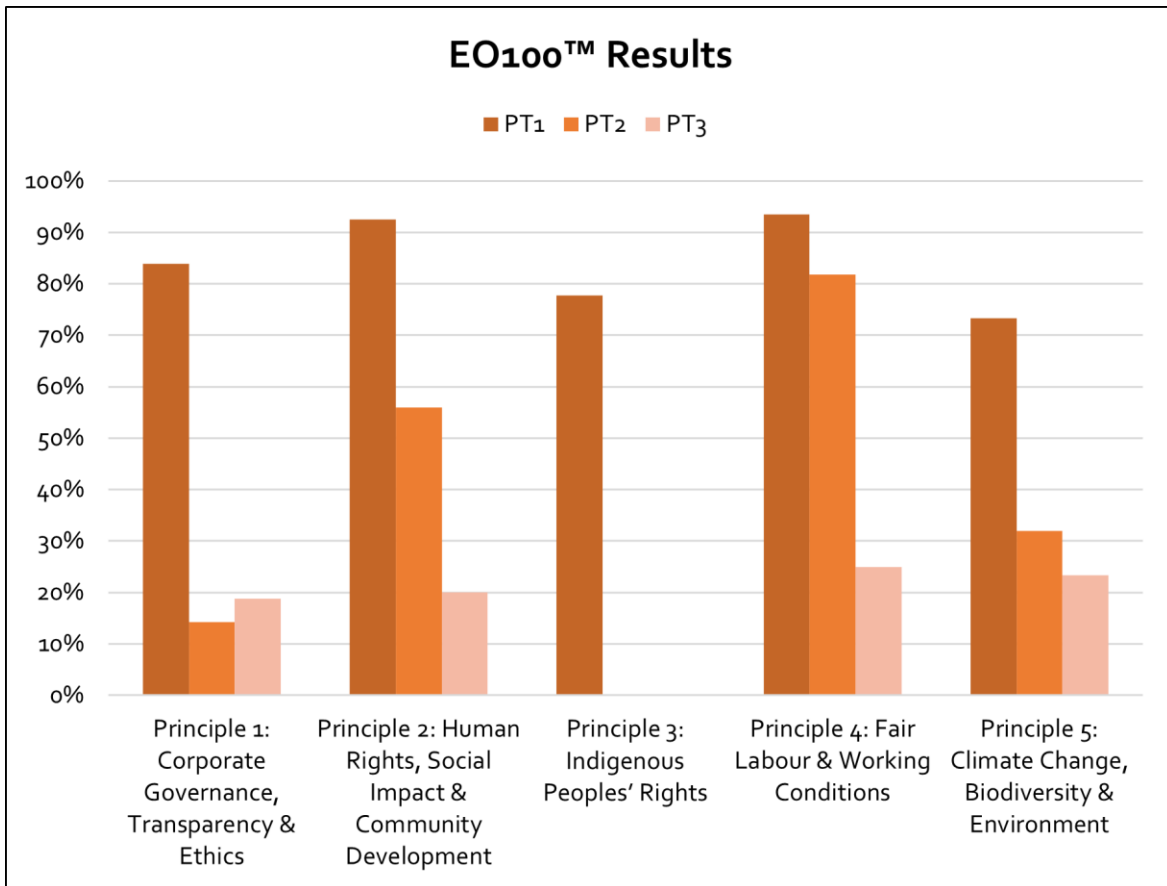


Figure 1: EO100™ Certification Assessment Results

EO100™ Certification Summary

Certificate Issuer:	Equitable Origin, Inc.
Operator:	Pipestone Energy Corp.
Certified Unit:	Pipestone Montney Development Site
Location of Certified Unit:	Wembley, Alberta, Canada
Certification date:	23 December 2021
Expiration date:	23 December 2024
Certification Standard:	EO100™ Standard for Responsible Energy Development (2017) and the EO100™ Standard Addendum for Shale Oil and Gas Operations (2015)
Assessment Body:	2021 Keefer Ecological Services, Impact Resolutions Ltd. 2022
Certificate Number:	EO100-23122021-CAN

The purpose of this report is to document the EO100™ Certification and annual re-verification assessments conducted for Pipestone’s natural gas operations in Wembley, Alberta, West Canada. The assessment scope included the Pipestone Montney Development Site, which was treated as one Certified Unit, and included actively producing well pads, drilling and completions activities, compressor stations, as well as salt-water disposal wells. Assessment activities were carried out in September – November 2022. All supporting assessment documents will remain confidential.

Contact Information:

Pipestone: ir@pipestonecorp.com

If organizations or individuals have concerns, complaints, or comments about the operator’s EO100™ Certification, they should first contact the Certified Operator directly: 587-391-1556.

Equitable Origin: contact@equitableorigin.org

For more information on Equitable Origin’s Certification System Comments, Complaints and Appeals processes, please visit our website: www.energystandards.org.