

# Extractive Sector Transparency Measures Act - Annual Report

Reporting Entity Name	Zargon Oil & Gas Ltd.					
Reporting Year	From	01/01/2018	To:	31/12/2018	Date submitted	30/05/2019
Reporting Entity ESTMA Identification Number	E933522		<input checked="" type="radio"/> Original Submission <input type="radio"/> Amended Report			
Other Subsidiaries Included (optional field)						
Not Consolidated						
Not Substituted						
Attestation by Reporting Entity						
<i>In accordance with the requirements of the ESTMA, and in particular section 9 thereof, I attest I have reviewed the information contained in the ESTMA report for the entity(ies) listed above. Based on my knowledge, and having exercised reasonable diligence, the information in the ESTMA report is true, accurate and complete in all material respects for the purposes of the Act, for the reporting year listed above.</i>						
Full Name of Director or Officer of Reporting Entity	William Cromb			Date	30/05/2019	
Position Title	Chief Financial Officer					

Reporting Entities May  
Insert Their Brand/Logo here

## Extractive Sector Transparency Measures Act - Annual Report

Reporting Year	From: 01/01/2018	To: 31/12/2018			
Reporting Entity Name	Zargon Oil & Gas Ltd.		Currency of the Report	CAD	
Reporting Entity ESTMA Identification Number	E933522				
Subsidiary Reporting Entities (if necessary)					

### Payments by Payee

Country	Payee Name <sup>1</sup>	Departments, Agency, etc... within Payee that Received Payments <sup>2</sup>	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid to Payee	Notes <sup>34</sup>
Canada	Flagstaff County		270,000			-	-	-	-	270,000	
Canada	Municipal District of Taber		760,000			-	-	-	-	760,000	
Canada	Province of Alberta		290,000	820,000		-	-	-	-	1,110,000	Royalties include paid in-kind royalties that are valued at the realized sales price Departments paid include: - Alberta Energy - Alberta Energy Regulator - Ministry of Finance - Alberta Petroleum Marketing Commission
Canada	Province of Saskatchewan				140,000	-	-	-	-	140,000	Departments paid include: - Saskatchewan Ministry of the Economy
	<b>Total</b>		1,320,000	820,000	140,000	-	-	-	-	2,280,000	

**Additional Notes:** All payments were made and reported in Canadian Dollars

## Extractive Sector Transparency Measures Act - Annual Report

Reporting Year	From: 01/01/2018	To: 31/12/2018	
Reporting Entity Name	Zargon Oil & Gas Ltd.		Currency of the Report: CAD
Reporting Entity ESTMA Identification Number	E933522		
Subsidiary Reporting Entities (if necessary)			

### Payments by Project

Country	Project Name <sup>1</sup>	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid by Project	Notes <sup>23</sup>
Canada	Alberta Plains North	380,000	490,000		-	-	-	-	870,000	Royalties include paid in-kind royalties that are valued at the realized sales price
Canada	Alberta Plains South	520,000	290,000		-	-	-	-	810,000	Royalties include paid in-kind royalties that are valued at the realized sales price
Canada	Alkaline Surfactant Polymer	420,000	40,000		-	-	-	-	460,000	Royalties include paid in-kind royalties that are valued at the realized sales price
Canada	Williston Basin			140,000	-	-	-	-	140,000	
		1,320,000	820,000	140,000	-	-	-	-	2,280,000	

**Additional Notes<sup>3</sup>:**

All payments were made and reported in Canadian Dollars