

## ENVIRONMENTAL POLICY

Updated: May 2021

PetroShale Inc. (PetroShale) recognizes the direct relationship between environmental management and financial and corporate sustainability. As such, we strive to identify and implement best management practices and technology, consistent with our operating principles and values and strategic imperatives, to enhance our corporate performance, reduce our environmental footprint, and enhance our company's long-term resilience.

PetroShale is committed to the following principles:

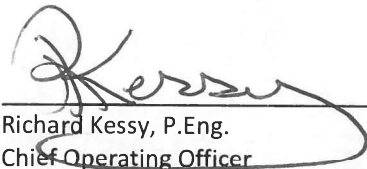
- Meet or exceed Federal, State and Tribal environmental regulations throughout the life cycle of a well and integrate environmental stewardship into our corporate planning and decision-making process.
- Respect land use and landowners by performing thorough environmental reviews and engaging stakeholders early in the planning process to assess and minimize environmental impacts to sensitive resources, waters of the U.S., and culturally significant sites.
- Ensure that water is used efficiently in our operations and is obtained from State regulated and permitted water sources/water rights and is transported in an environmentally responsible manner.
- Actively monitor and measure emissions from our operations and implement capture and reduction measures whenever possible.
- Track environmental metrics to inform our operations and proactively manage our environmental impact.
- Continuous improvement of project implementation to improve and reduce direct emissions and environmental impact.
- Implement and maintain a robust spill prevention, control, and countermeasure (SPCC) plan across our assets to minimize impact from accidental releases and to inform our notification process to all relevant parties/agencies.
- Investigate incidents and implement changes to procedures to mitigate the risk of recurrence.
- Monitor contractor performance and ensure contractors environmental programs align with PetroShale's protocols, policy and operating principles and values.

PetroShale's environmental policy applies to all employees and contractors and is based on best practices and derived from the recommendations and guidelines of numerous Federal, State, and Tribal agencies, industry trade groups, service providers and our peers. We recognize the importance of corporate accountability and strive to be good neighbors and environmental stewards in the areas in which we work and live.



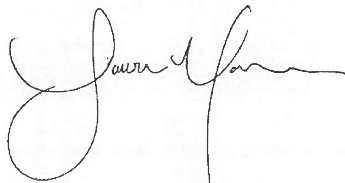
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Jacob Roorda, P.Eng.  
President & Chief Executive Officer



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Richard Kessy, P.Eng.  
Chief Operating Officer



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Lauren Morahan  
Manager, Regulatory & Compliance



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Mike Rushton  
Manager, Ops, Drilling & Completions