

Schedule "C"

NOTICE TO CONVENIENCE CLASS CREDITORS

IN THE MATTER OF THE *COMPANIES' CREDITORS ARRANGEMENT ACT*,
R.S.C. 1985, c. C-36, AS AMENDED

IN THE MATTER OF THE *BUSINESS CORPORATIONS ACT*,
R.S.A. 2000, c. B-9, AS AMENDED

AND IN THE MATTER OF THE PLAN OF COMPROMISE OR ARRANGEMENT OF
ELCANO EXPLORATION INC., ELCANO EXPLORATION LTD. and ELCANO
ENERGY PARTNERSHIP

THIS NOTICE concerns a plan of compromise and arrangement (the "Plan") proposed by Elcano Exploration Inc. ("EEI"), Elcano Exploration Ltd. ("EEL") and Elcano Exploration Partnership ("EEP") (collectively, the "Plan Applicants", and each, a "Plan Applicant") under the *Companies Creditors' Arrangement Act* (the "CCAA").

All capitalized terms not otherwise defined in this Notice to Affected Creditors have the meaning given to them in the order of the Court of Queen's Bench of Alberta (the "Court") dated June 7, 2019 (the "Meeting Order").

NOTICE IS HEREBY GIVEN THAT you are a Convenience Class Creditor, as defined in the Plan (because your Affected Claim as against the Plan Applicants is less than or equal to \$5,000). As a Convenience Class Creditor:

- (1) if the Plan is approved at the meeting to be held in accordance with the Meeting Order and the Plan (the "Meeting"), all other necessary conditions are met and the Court grants the Sanction Order (defined below), the Plan Applicants intend to pay your Affected Claim in full immediately thereafter;
- (2) because your Affected Claim will be paid in full, you are not required to attend or vote at the Meeting, but rather you will be deemed to be in attendance at the Meeting and will be deemed to have voted in favour of the Plan.

NOTICE IS ALSO HEREBY GIVEN that if the Plan is approved at the Meeting in accordance with the Meeting Order and the Plan and all other necessary conditions are met, the Applicants intend to make an application to the Court on July 4, 2019 seeking an order sanctioning the Plan pursuant to the CCAA (the "Sanction Order"). Any person wishing to oppose the application for the Sanction Order must serve a copy of the materials to be used to oppose the application and setting out the basis for such opposition upon the lawyers for the Applicants, the Monitor as well as those parties listed on the Service List posted on the Monitor's website. Such materials must be served by 4:00 p.m. (Calgary time) on June 27, 2019.

NOTICE IS ALSO HEREBY GIVEN that in order for the Plan to become effective:

- i. the Plan must be approved by the Required Majority of Affected Creditors entitled to vote and voting on the Plan as required under the CCAA and in accordance with the terms of the Meeting Order and the Plan;
- ii. the Plan must be sanctioned by the Court; and

- iii. the conditions to implementation and effectiveness of the Plan as set out in the Plan must be satisfied or waived.

Additional copies of the Affected Creditor Meeting Materials including the Plan, may be obtained from the Monitor's Website at <https://relieffromdebt/elcano-group>, or by contacting the Monitor by telephone at (403) 536-8510 or mkelly@insolvency.net.

DATED at Calgary, Alberta, this 7th day of June, 2019.