

Notice to Vendors and Supplies
Re. Twin Butte Energy Ltd. Receivership

September 1, 2016

As one of Twin Buttes Energy Ltd.'s ("**Twin Butte**" or the "**Company**") suppliers, we are notifying you that Twin Butte has been placed into Receivership pursuant to an Order (the "**Receivership Order**") granted September 1, 2016 (the "**Date of Appointment**") by the Court of Queen's Bench of Alberta (the "**Court**"). FTI Consulting Canada Inc. was appointed receiver and manager (the "**Receiver**") of the assets, undertakings and properties of Twin Butte. A copy of the Receivership Order can be found on the Receiver's website, identified below.

The Receiver's role in the Receivership process is to evaluate and execute on the appropriate steps to realize on the assets and/or operations with a view to maximize the recoveries for all creditors. The Receiver will ensure that during the Receivership process all stakeholders are treated fairly according to the Order granted by the Court. The Receiver is in the process of creating a website <http://cfcanada.fticonsulting.com/twinbutte> that provides status updates and copies of all documents filed with the Court in respect of the Receivership proceedings. The website should go live by September 2, 2016.

Below are some key points relating to the Receivership proceedings:

- A Stay of Proceedings will keep creditors, suppliers and others from enforcing any rights against Twin Butte, and will afford the Company the opportunity to continue business operations in a stable and structured environment as the Receiver works to realize on the Company's assets. The Receivership is not responsible for any goods or services that were provided to Twin Butte prior to September 1, 2016. We understand the impact this may have on you. If you are owed monies for goods or services supplied prior to the Date of Appointment, actions on these amounts are stayed in accordance with the Receivership Order. You will be provided further information by the Receiver at a later date when/if a claims procedure is to occur.
- The Receivership Order grants the Receiver the ability to continue to operate and maintain the business of the Company "in the ordinary course." This allows the Receiver to continue to operate under or terminate any contacts, written or otherwise, that have been entered into with the Company. The Receivership Order prevents third parties from discontinuing, altering, interfering with or terminating any agreement for the supply of goods used. The Receiver intends to continue operations in normal course as it runs a sales process.
- As part of the Receivership proceedings, the Company has arranged and obtained Court approval for financing to provide funding for operations after September 1, 2016.
- **This notice has been sent to all known suppliers of Twin Butte to inform them of the Receivership and open up lines of communication between the Receiver and Twin Butte's suppliers. The Receiver will only be responsible for payment of goods/services that are requested and authorized by representatives of Twin Butte or the Receiver after the Date of Appointment. If you intend or have been asked to supply goods or services to Twin Butte and are unsure whether the services have been authorized please contact the Receiver.**

Should you have further questions and should you want to follow up with the Receiver, the Receiver has set up a hotline (1-855-754-5840) and an email address (twin.butte@fticonsulting.com).

FTI Consulting Canada Inc.
in its capacity as receiver of Twin Butte and not in its
personal or corporate capacity

twin.butte@fticonsulting.com

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