

Extractive Sector Transparency Measures Act - Annual Report

Reporting Entity Name Ridgeback Resources Inc

Reporting Year **From** 1/1/2020 **To:** 12/31/2020 **Date submitted** 5/13/2021

Reporting Entity ESTMA Identification Number E341113

- Original Submission
 Amended Report

Other Subsidiaries Included
(optional field)

Not Consolidated

Not Substituted

Attestation by Reporting Entity

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.

Full Name of Director or Officer of Reporting Entity

Dave Broshko

Date

5/13/2021

Position Title

President

Introduction

As per the Extractive Sector Transparency Measures Act (ESTMA), this report supports Ridgeback Resources Inc.'s (the "Company") submission for the year ended December 31, 2020.

Report Preparation

The report has been prepared according to the financial reporting provisions of ESTMA.

It includes payments made by the Company pertaining to the commercial development of oil, gas and minerals. Payments to government bodies not pertaining to these activities have been excluded.

The Company has identified these reportable payments and grouped them in the appropriate payment categories as per the Act. In addition, the Company has identified all government payees, including indigenous payees.

Payee Detail

Refer to Appendix A for a listing of "Government of Saskatchewan", "Government of Alberta", "Government of British Columbia" and "Indigenous Governments" payees.

Payee Grouping

Any payees referring to Canada have been categorized as "Government of Canada".

Any payees referring to the province that are not the Receiver General of Canada have been included in their appropriate provincial category. In some cases, where the agency name does not refer to a province, we compared their mailing address to validate their province.

Any payees for cities, counties, municipal districts, rural municipalities, towns and villages, are considered municipal governments and will be listed in the report individually.

Any indigenous payees are listed individually.

Project Detail

The Company has aligned its projects with its cash generating units "Alberta & BC" and "SE Sask".

Accounting Policies

Cash Basis

The report has been prepared using the cash basis of accounting, as required by the financial reporting framework, and therefore excludes any accruals related to payments due to governments.

The report includes all cash payments made, without inclusion of cash inflows from a government. When a government has issued an invoice that is net of incentives, credits or refunds, the net payment amount has been presented to report the cash payment made by the Company to the government.

Joint Ventures

Where the Company is the Operator, full payments are included in the ESTMA submission, including our partners' portions of the payments.

Where the Company is not the Operator and it is known that the partner company submitted a 2019 ESTMA report, the Company has notified the operating company that we expect them to report the full amounts of their payments to the government body in their 2020 ESTMA submission, including the Company's portion of the payment.

Where the Company is not the Operator, and an identified operating partner did not meet the ESTMA threshold to report, best effort made to attain data and report on their behalf. The Company will endeavor to retrieve the payments our partners made on our behalf by contacting the partners directly. Where the Company receives this data from the partner, it will report these details. Where the Company does not receive a response, JIB statements will be analyzed for ESTMA related payments, industry knowledge will be used to identify the associated government payee and the Company will report on these details.

In Kind Payments

In-kind settlement volumes are determined via the relevant government legislation and valued at realized market prices.

Indigenous

Indigenous payments are either paid to the Indian Oil and Gas Canada (IOGC) or directly to the indigenous payee.

Where the payment is directly to an indigenous government, the Company will report these payment details based on this payee.

Where the payment is made to IOGC and the indigenous government can be determined, the Company will report the payment to the specific indigenous government, not the IOGC.

APPENDIX A – PAYEE GROUPING

GOVERNMENT OF ALBERTA	GOVERNMENT OF BRITISH COLUMBIA
ABSA	BC OIL AND GAS COMMISSION
ALBERTA ENERGY REGULATOR	BRITISH COLUMBIA SURVEYOR OF TAXES
ALBERTA MUNICIPAL AFFAIRS	MINISTER OF FINANCE
ALBERTA PETROLEUM MARKETING COMMISSION	PROVINCE OF BRITISH COLUMBIA
MINISTER OF FINANCE, PROVINCE OF ALBERTA	
PROVINCIAL TREASURER - CROWN ROYALTIES	
THE ALBERTA FISH AND GAME ASSOCIATION	
GOVERNMENT OF SASKATCHEWAN	INDIGENOUS GOVERNMENTS
BOARD OF EDUCATION SE CORNERSTONE	OCEAN MAN FIRST NATION
MINISTRY OF AGRICULTURE	SIKSIKA NATION
SASKATCHEWAN MINISTRY OF FINANCE	
SASKATCHEWAN MINISTRY OF THE ECONOMY	
TECHNICAL SAFETY AUTHORITY	