

Extractive Sector Transparency Measures Act - Annual Report

Reporting Entity Name	PetroShale Inc.					
Reporting Year	From	1/1/2018	To:	12/31/2018	Date submitted	5/30/2019
Reporting Entity ESTMA Identification Number	E333095	<input checked="" type="radio"/> Original Submission <input type="radio"/> Amended Report				
Other Subsidiaries Included (optional field)	PetroShale (US) Inc.					
Not Consolidated						
Not Substituted						
Attestation by Reporting Entity	<p><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></p>					
Full Name of Director or Officer of Reporting Entity	Ricky Sharp			Date	5/30/2019	
Position Title	Controller					

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Reporting Entity Name		PetroShale Inc.		Currency of the Report	CAD
Reporting Entity ESTMA Identification Number		E333095			
Subsidiary Reporting Entities (if necessary)					

Payments by Payee

Country	Payee Name ¹	Departments, Agency, etc... within Payee that Received Payments ²	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid to Payee	Notes ³⁴
United States of America	Government of the United States of America	Office of Natural Resources Revenue		\$ 9,940,726						\$ 9,940,726	
United States of America	Government of the United States of America	North Dakota Office of State Tax Commissioner	\$ 4,567,868							\$ 4,567,868	
United States of America	Government of the United States of America	Bureau of Land Management			\$ 116,922					\$ 116,922	
United States of America	Government of the United States of America	Buearu of Indian Affairs, Fort Berthold			\$ 546,761					\$ 546,761	

Cash basis transactions are reported in Canadian dollars (the reporting currency of the reporting entity), translated using the average exchange rate for the reporting period of USD/CAD 1.30.

Additional Notes:

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Reporting Entity Name					Currency of the Report CAD
Reporting Entity ESTMA Identification Number					
Subsidiary Reporting Entities (if necessary)					

Payments by Project

Country	Project Name ¹	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid by Project	Notes ²³
United States of America	North Dakota	\$ 4,567,868	\$ 9,940,726	\$ 663,683					\$ 15,172,277	

Cash basis transactions are reported in Canadian dollars (the reporting currency of the reporting entity), translated using the average exchange rate for the reporting period of USD/CAD 1.30.

Additional Notes³: