

Extractive Sector Transparency Measures Act - Annual Report

Reporting Entity Name Modern Resources Inc.

Reporting Year **From** 2019-01-01 **To:** 2019-12-31 **Date submitted** 2020-06-05

Reporting Entity ESTMA Identification Number E833137

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 Derek Mendham **Date** 2020-05-28

Position Title CFO

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Reporting Entity Name	Modern Resources Inc.	
Reporting Entity ESTMA Identification Number	E833137	
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
Canada	Government of Alberta	Alberta Department of Energy Alberta Boilers Safety Association Alberta Energy Regulator Alberta Petroleum Commission Alberta Sustainable Resource Development Workers Compensation Board of Alberta	\$0	\$4,390,000	\$880,000	\$0	\$440,000	\$0	\$0	\$5,710,000	Oil crown royalties taken-in-kind of \$2,560,000 valued using the volumes taken-in-kind multiplied by Modern's realized sales price Payments made for lease rentals, inspection fees, admin fees/orphan well fund levies, natural gas & NGL royalties
Canada	Municipal District of Greenview No. 16		\$1,010,000	\$0	\$140,000	\$0	\$0	\$0	\$0	\$1,150,000	Payments made for property taxes, drilling/facility licence fees

Additional Notes:

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Reporting Entity Name	Modern Resources Inc.		Currency of the Report CAD
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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
Canada	Elmworth CGU, Alberta	\$20,000	\$20,000	\$20,000	\$0	\$0	\$0	\$0	\$60,000	Oil crown royalties taken-in-kind of \$2,560,000 valued using the volumes taken-in-kind multiplied by Modern's realized sales price
Canada	Kakwa CGU, Alberta	\$660,000	\$540,000	\$600,000	\$0	\$0	\$0	\$0	\$1,800,000	
Canada	Wapiti CGU, Alberta	\$330,000	\$3,830,000	\$370,000	\$0	\$440,000	\$0	\$0	\$4,970,000	Oil crown royalties taken-in-kind of \$2,560,000 valued using the volumes taken-in-kind multiplied by Modern's realized sales price

Additional Notes³: