

Summary of Proposal

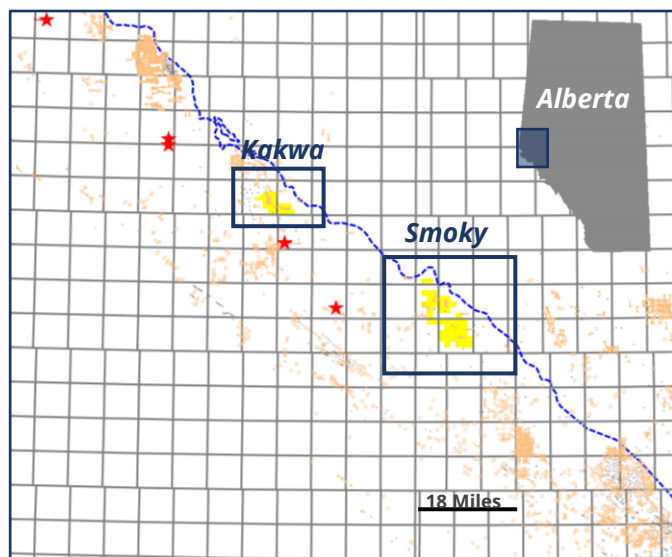
On February 13, 2025, FTI Consulting Canada Inc. (the “**Receiver**”) was appointed receiver and manager of Kaden Energy Ltd. (“**Kaden**” or the “**Company**”) and Beta Energy Corp. (“**Beta**”), and together with Kaden, the “**Debtors**”) pursuant to an order of the Court of King’s Bench of Alberta (the “**Court**”). The Receiver has retained Alcedio Capital Inc. as its exclusive sales advisor (the “**Sales Agent**”). Kaden is a private, Alberta-based junior energy company (**January production of 965 boe/d**) engaged in the development of Cardium light oil plays in the Kakwa and Smoky regions of Alberta.

Kaden has drilled the first two phases of wells in Kakwa (first phase in Smoky) to learn and optimize future drilling with analogue operations in Wapiti, Alberta. **PDP reserves are valued at \$16.1MM¹** from 12 wells drilled to date. In addition to 34 PUDs and 32 Probable locations valued at \$25.8MM and \$58.7MM respectively, the Company has 24 unbooked locations at Kakwa and 147 at Smoky. The Company has **three oil batteries with an average utilization of ~5% for fluids and ~30% for gas** and tax pools of \$78.2MM (\$41.8MM in non-capital losses).

1. Management mechanical update to 2023 YE McDaniels reserves.

Company Overview

Location of Company Assets

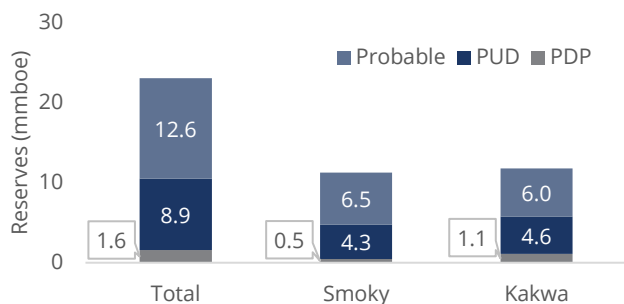


Corporate Highlights

- ✓ **Scalable Asset Base**
 - **500MMbbls Original Oil in Place** of 40° oil
 - Supports >15,000 boe/d and annual NOI of \$100MM
- ✓ **Established Low-Risk Resource**
 - Contiguous land position of 39,200 acres (**61 sections**)
 - Identified 250 drilling locations (**171 unbooked**)
- ✓ **Highly Economic Light Oil Asset**
 - 12 wells currently producing 965 boe/d net
 - Full cycle operating costs less than **\$15.00/boe**
 - 2025 Operating Netback of **\$9.48/boe**
- ✓ **Strategic Location and Infrastructure**
 - Significant regional infrastructure includes **roads, natural gas plants, oil batteries and egress pipelines**
 - 3 oil batteries – each capable of processing 2,500 bbl/d
 - Proximal to oilfield services in Grand Prairie and Fox Creek
- ✓ **Significant Tax Pools, Low Asset Retirement Obligations**
 - Total tax pools of **\$78.2MM**
 - Non-Capital Losses of \$41.8MM
 - Undiscounted Asset Retirement Obligations of \$6.3MM
 - \$4.3MM discounted ARO
 - \$0.15MM to be incurred within one year

Reserve Information

Reserve Quantities¹



Reserves Value as of Q2 2024¹

Total NPV (\$MM)				
Discount Rate	PDP	PUD	Prob	2P
0%	23.9	98.0	182.5	304.4
5%	19.3	51.2	100.8	171.3
10%	16.1	25.8	58.7	100.6
15%	13.9	11.2	35.2	60.2
20%	12.2	2.4	21.1	35.7

Well Count

Locations	PDP	PUD	Prob	2P
Smoky	3	14	16	33
Kakwa	9	20	16	45
Total	12	34	32	78





Sale and Investment Solicitation Process

- At an application scheduled for March 27, 2025, the Receiver will be seeking approval of the procedures for a sale and investment solicitation process ("**SISP**"). The SISP has been designed to solicit interest in a sale of, or investment in, all of Kaden's and Beta's assets and business operations.
- In accordance with the SISP, a non-binding letter of intent (an "**LOI**") from potential bidders must be submitted by no later than April 24, 2025 (the "**Phase 1 Bid Deadline**"). An LOI shall be submitted in a form disclosing all material terms and accompanied with the source of financing or funding for the proposed transaction. The Receiver, in its reasonable judgment, and in consultation with the Sales Agent, will determine which LOIs, if any, are deemed to be a qualified LOI ("**Qualified LOI**").
- Following the Phase 1 Bid Deadline, any parties that are deemed a Qualified Phase 2 Bidder that wish to make a formal binding offer for a sale proposal, partial sale proposal or investment proposal must submit a binding offer (a "**Phase 2 Bid**"): i) in the case of a sale proposal or a partial sale proposal, in the form of a purchase agreement, or (ii) in the case of a investment proposal, in the form of a financing or share subscription agreement, both in form and substance satisfactory to the Receiver, in consultation with the Sales Agent, by no later than 5:00 p.m. (Mountain Time) on May 27, 2025 (the "**Phase 2 Bid Deadline**").
- Following the Phase 2 Bid Deadline the Receiver, together with Sales Agent, will assess the Phase 2 Bids and select the successful bid.

Date	Event
March 13, 2025	Data Room Open
April 24, 2025	Phase 1 Bid Deadline (non-binding LOI)
May 27, 2025	Phase 2 Bid Deadline
June 15, 2025	Transaction Approval Application Hearing
June 30, 2025	Closing Date Deadline

Disclaimer

This Information Memorandum ("**Information Memorandum**") is based on information provided by the Receiver in its capacity as receiver and manager of the Debtors. The Information Memorandum is being distributed on behalf of the Receiver, by Alcedio Capital Inc. ("**Alcedio**"), the Receiver's sales advisor, solely for the use by certain qualified interested parties ("**Interested Parties**"). The sole purpose of the Information Memorandum is to assist Interested Parties in determining whether or not to proceed with further investigation of a potential asset purchase or investment transaction ("**Transaction**"). In this presentation, unless otherwise indicated, all dollar amounts are expressed in Canadian dollars.

The Information contained herein ("**Information**") has been prepared in good faith to assist Interested Parties in completing their own independent evaluation of the assets and the Debtors, but does not purport to be all inclusive or to contain all of the information an Interested Party may desire or that may be required of an Interested Party to properly evaluate the assets or the Debtors. In all cases, the Interested Party should conduct its own independent investigation and analysis of the assets and the data set forth in this Information Memorandum. Neither the Receiver nor Alcedio have independently verified any of the Information contained herein. Neither Alcedio, the Receiver nor their respective affiliates make any representation or warrant (expressed or implied) as to the accuracy or completeness of this Information Memorandum.

Neither Alcedio, the Receiver nor their respective affiliates assume any liability for the Interested Parties' use of this Information Memorandum or any other oral, written or other communication transmitted to the Interested Parties during the course of its evaluation.

The Receiver and Alcedio expressly disclaim all liability and responsibility for and associated with the quality, accuracy, completeness or materiality of the Information.

The Interested Party will conduct its own independent evaluation and analysis of the Information and satisfy itself as to the quality, accuracy, completeness and materiality of the same. The Interested Party will rely solely on its own independent evaluation and analysis of the Information when deciding whether or not to submit a bid, provide terms, enter into a definitive agreement or consummate a Transaction.

This Information may include certain statements, estimates, forecasts or projections provided by the Receiver or the Debtors with respect to the anticipated future performance of the assets. Such statements, estimates, forecasts or projections may or may not prove to be correct. No representations or warranties are made as to the accuracy of such statements, estimates, forecasts or projections. The only information that will have any legal effect will be that which is specifically represented or warranted in any definitive agreement, when, as and if executed.

Neither this Information Memorandum nor its delivery to an Interested Party shall constitute or be construed to be an offer to sell any of the assets or securities of the Debtors. This Information Memorandum shall not be deemed an indication of the state of affairs of the Debtors nor constitute any indication that there has been no change in the business or affairs of the Debtors since the date hereof.

Contacts

Sergio Terrazas Executive Managing Director 1.403.809.7001 sergio@alcediocapital.com	Bradley, MacDonald, MBA Vice President 1.403.919.0115 bradley.macdonald@alcediocapital.com	Teo Lee Associate 1.587.969.1502 teo.lee@alcediocapital.com	Kacper Skora Analyst 1.403.613.4044 kacper.skora@alcediocapital.com
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