

## NOTICE OF AWARD

October 31, 2019

PO # ALB-000-MR-PI-000003 Rev 0

Penticton Foundry Ltd.  
568 Dawson Ave.  
Penticton, BC  
V2A 3N8

Attention: Jeff Luesink

**Subject:** Supply and Fabrication of Chrome White Iron (CWI) – 45 Degree Y laterals for Jack Pine Mine (JPM) Inpit Cell 1 project.

### Notice of Award

Canadian Natural Upgrading Limited ("Canadian Natural") is pleased to provide Penticton Foundry Ltd. with this Notice of Award for the for the supply and fabrication of Four (4) CWI – 45 Degree Y laterals for the Jack Pine Mine (JPM) Inpit Cell 1 Project.

The Work performed under this Notice of Award and the final Purchase Order shall be performed in accordance with Canadian Natural's terms and conditions and the Schedules referred therein.

This Notice of Award shall remain in effect until the final Purchase Order is executed by the Parties or until November 29, 2019 whichever occurs earlier.

### Scope of Work

The Work includes but is not limited to the supply, fabrication, shop assembly, inspection, testing, preparation for shipment, documentation and technical assistance for the supply of Four (4) Chrome White Iron (CWI) – 45 Degree Y laterals as per Material Requisition ALB-000-MR-PI-000003 Rev 0 dated October 21, 2019 attached.

### Schedule

**Completion date: April 9, 2019**

### Delivery Terms

Incoterms 2010: FCA Edmonton, AB

### Effective Purchase Order Date

The Effective Date of the Purchase Order will be **October 31, 2019**

### Compensation Basis

Compensation basis is Lump Sum



Item	Description	Qty.	
1	LATERAL SPOOL , 45 DEG API-5L X52 PSL2 PIPE OR A 516-70 NORMALIZED ROLLED PLATE SUITABLE FOR 4447 KPAG @ 65 DEG CC/W A-105-N RFSO FLANGES , CL 300 , ( 19 H + 51 ) CHROME WHITE IRON LINER , MEETS U5X LINE CLASS PRESSURE RATING , DESIGN PER B 31.4 CODE PROVIDE 673 MM ID - 28 inch	2	
2	LATERAL SPOOL , 45 DEG API-5L X52 PSL2 PIPE OR A 516-70 NORMALIZED ROLLED PLATE SUITABLE FOR 4447 KPAG @ 65 DEG CC/W A-105-N RFSO FLANGES , CL 300 , ( 19 H + 51 ) CHROME WHITE IRON LINER , MEETS U5X LINE CLASS PRESSURE RATING , DESIGN PER B 31.4 CODE PROVIDE 724 MM ID - 30 inch	2	
<b>Total</b>		<b>4</b>	

**Terms of Payment**

Upon execution of the final Purchase Order, payment will be made in accordance with the terms and conditions and Schedule B of the Purchase Order. No invoices will be paid until such time as a final Purchase Order has been executed.

**Cancellation**

Canadian Natural has the option to cancel this Notice of Award in whole or in part, by giving written notice of such cancellation to Contractor.

In the event of such cancellation, Canadian Natural will reimburse Contractor for all costs directly, reasonably and irrevocably incurred by Contractor up to the date of cancellation and Contractor agrees to accept such reimbursement as full and final payment. Contractor acknowledges and agrees that upon cancellation, Canadian Natural shall be relieved of all further obligations, except for the reimbursement of costs as set out above. In no event shall Canadian Natural be liable for Contractor's loss of anticipated profit or any consequential or indirect damages.

**Correspondence/Communications**

All communications including but not limited to letters, facsimile, emails and transmittals will be addressed/directed to:

Canadian Natural Upgrading Limited  
 Suite 1800, 324 – 8<sup>th</sup> Avenue SW, Calgary, AB T2P 2Z2  
 For the attention of: **Joffre Rodriguez**  
 Tel: (403)386 8353  
 Email: [joffre.a.rodriquez@cnrl.com](mailto:joffre.a.rodriquez@cnrl.com)

Where applicable, all engineering data will be directed to:

Document Control – Upstream Major Projects  
 Attention: Technical Document Control  
 E-Mail : [Albian.document.control.capital.projects@cnrl.com](mailto:Albian.document.control.capital.projects@cnrl.com)



**Acceptance**

Please confirm receipt and acceptance of this Notice of Award by having a person authorized to legally bind **Penticton Foundry Ltd.** sign a copy of this Notice of Award and provide a fully executed copy of same to Canadian Natural within three (3) business days of receipt. Contractor may initially provide a copy electronically via email or fax provided that Contractor shall provide an originally executed copy of the executed Notice of Award by personal delivery or regular mail to the address below within ten (10) business days thereafter:

Canadian Natural Upgrading Limited  
2500, 855 – 2 Street SW  
Calgary, Alberta T2P 4J8  
Attention: **Joffre A. Rodriguez**

Email: [joffre.a.rodriguez@cnrl.com](mailto:joffre.a.rodriguez@cnrl.com)

Thank you for your interest in Canadian Natural. We look forward to working with you. If you have any questions or concerns, please do not hesitate to contact **Joffre A. Rodriguez**.

Yours truly,

**CANADIAN NATURAL UPGRADING LIMITED**

Don Guglielmin  
Manager, Supply Management

**To be returned within three (3) Business Days of receipt:**

**We acknowledge receipt of this Notice of Award and confirm we are proceeding accordingly and accept the conditions described herein.**

\_\_\_\_\_  
(Signature)

\_\_\_\_\_  
Print Name

\_\_\_\_\_  
Title

\_\_\_\_\_  
Date