



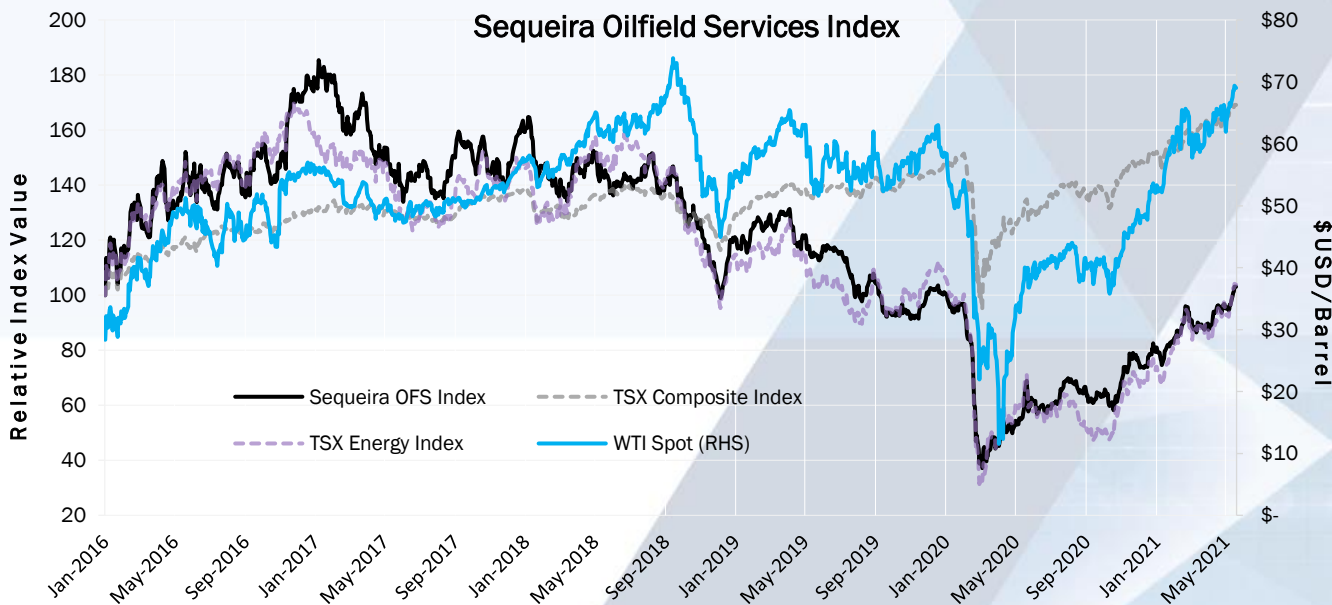
THE SEQUEIRA SYNOPSIS

Oilfield Services and Equipment Overview
2021 | May Report

May 2021 | Overview

As global restrictions continue to lift and economic activity ramps up, crude pricing has continued to improve. In concert with improvements in commodity pricing the TSX energy index ended the month 8% higher than the previous month. Our Sequeira OFS index and the TSX composite index also showed improvement month over month, increasing by 3% and 4% respectively.

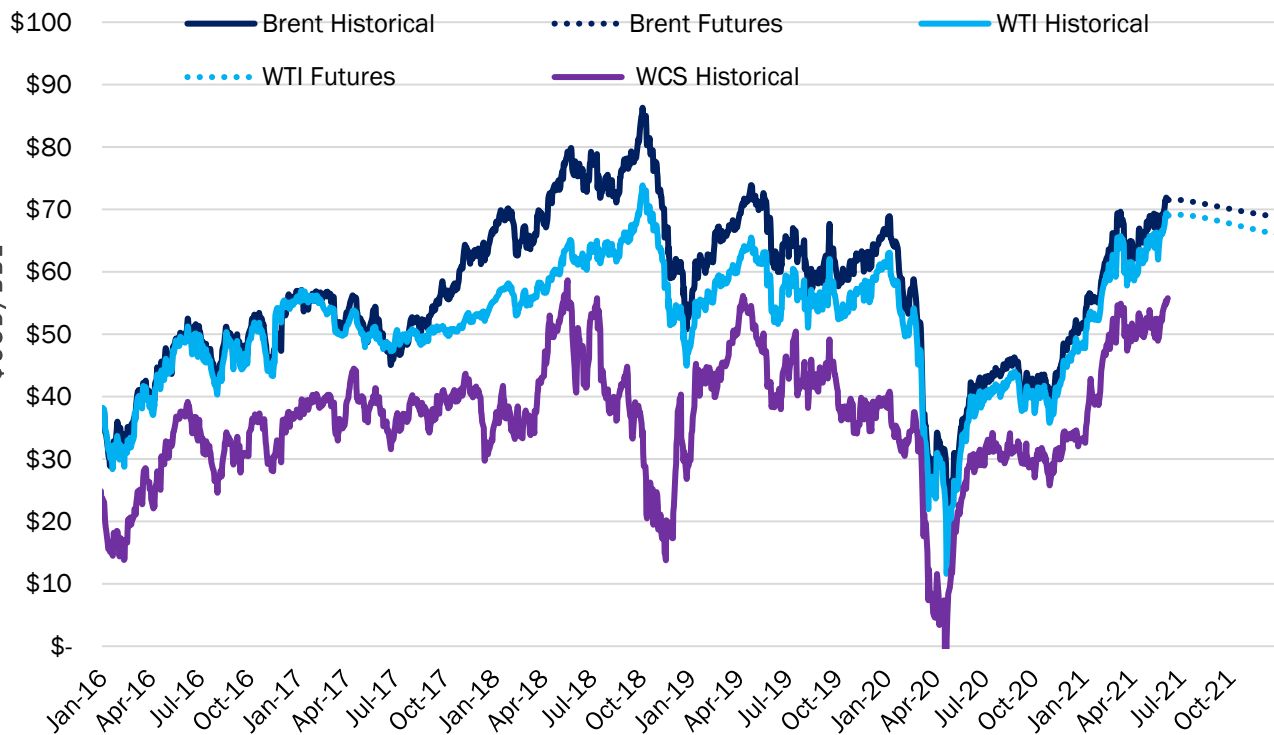
With the summer months right around the corner and a successful vaccination campaign underway in both Canada and the United States, we expect to see a continued lifting of restrictions and a corresponding uptick in economic activity as we emerge from the pandemic.



Commodity Pricing and Analyst Forecasts

Overall, pricing continued the upward momentum first demonstrated starting in 2021. The month of May started off challenged as large scale COVID infections across India created severe health and economic concerns in the world's second most populated country. However, the headlines we've seen throughout 2021 continued to take center stage- vaccination roll-outs, rising economic activity, increasing crude demand, shortage of new supply and inventory drawdowns - later in the month, driving pricing back upwards. WTI, WCS and Brent have now hit two-year highs with WTI and Brent now over the \$70 and \$72 mark.

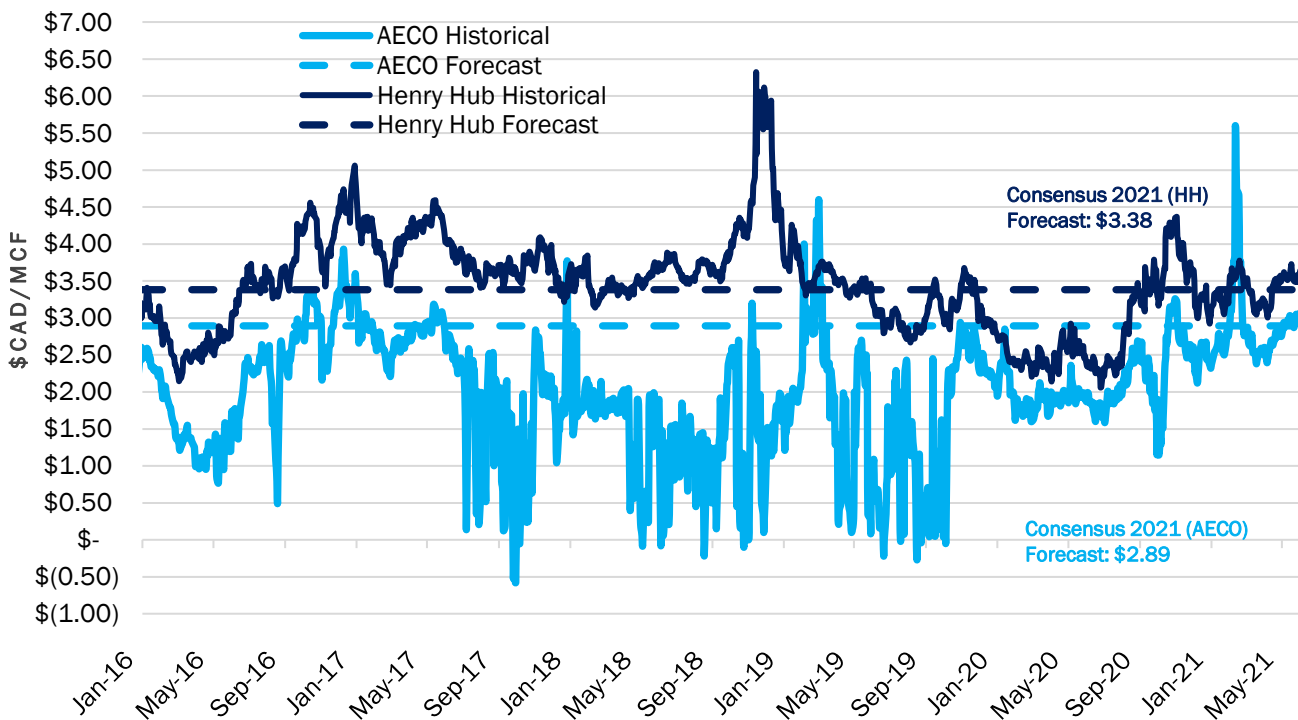
With demand currently outpacing supply and ongoing capital discipline being exercised by operators, we expect to see continued price increases throughout the summer months dampened slightly by the potential supply pressures from Iran returning to the market pending an announcement of a nuclear deal.



Commodity Pricing and Analyst Forecasts

As we head into the summer months, natural gas consumption experiences a seasonal decline which results in a stable pricing environment. Not surprisingly, AECO pricing has held steady over the last month with similar expectations over the remainder of the summer.

Henry hub natural gas prices rose slightly in May, averaging \$2.91 over the month, and outperforming April's average of \$2.66. This increase was largely the result of LNG exports increasing as UK and Japanese LNG spot prices have risen over 400% year over year. Today, North American natural gas storage levels are just below their 5-year average.



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Appendix A

Sequeira Oilfield Services Index – Sector Drilldown

As at May 31, 2021

Source: Capital IQ

Company	Ticker	Share Price	Dividend Yield	Market Cap	Enterprise Value	Revenue	TTM EBITDA	EBITDA Margin	EV/EBITDA TTM	EV/EBITDA 2021E	EV/EBITDA 2022E	Price/Book	Net Debt/2020E EBITDA
Drilling & Equipment													
AKITA Drilling Ltd.	TSX:AKT.A	\$ 1.00	-	41	111	93	9	9.5%	12.5x	6.7x	5.2x	0.3x	4.3x
Cathedral Energy Services Ltd.	TSX:CET	\$ 0.30	-	15	34	33	(6)	NM	NM	NM	4.9x	0.4x	NM
CWC Energy Services Corp.	TSXV:CWC	\$ 0.14	-	68	99	59	1	1.5%	NM	36.4x	NM	0.4x	ND
Ensign Energy Services Inc.	TSX:ESI	\$ 1.12	-	182	1,542	772	178	23.0%	8.7x	6.8x	6.2x	0.1x	6.0x
Essential Energy Services Ltd.	TSX:ESN	\$ 0.29	-	41	47	85	2	2.6%	21.7x	5.9x	2.5x	0.3x	0.4x
High Arctic Energy Services Inc	TSX:HWO	\$ 1.22	-	59	46	69	5	7.8%	8.5x	5.5x	4.4x	0.3x	NM
McCoy Global Inc.	TSX:MCB	\$ 0.60	-	17	16	35	0	0.7%	NM	17.6x	NM	0.5x	ND
Pason Systems Inc.	TSX:PSI	\$ 8.88	2.3%	738	593	125	7	5.9%	NM	20.0x	8.4x	2.4x	NM
PHX Energy Services Corp.	TSX:PHX	\$ 2.76	3.6%	139	152	203	21	10.4%	7.2x	5.7x	4.0x	1.1x	0.4x
Precision Drilling Corporation	TSX:PD	\$ 27.15	-	361	1,550	793	187	23.6%	8.3x	6.3x	6.3x	0.3x	4.3x
Total Energy Services Inc.	TSX:TOT	\$ 3.92	-	177	402	325	37	11.3%	11.0x	8.1x	5.7x	0.3x	3.0x
Western Energy Services Corp.	TSX:WRG	\$ 0.36	-	33	257	89	18	20.7%	14.0x	13.0x	8.0x	0.1x	12.8x
Mean								10.6%	11.5x	12.0x	5.6x	0.5x	4.5x
Median								9.5%	9.8x	6.8x	5.4x	0.3x	4.3x
Production & Completion													
Bri-Chem Corp.	TSX:BRY	\$ 0.15	-	3	16	35	(3)	NM	NM	NM	NM	0.3x	ND
CES Energy Solutions Corp.	TSX:CEU	\$ 1.61	-	407	706	799	31	3.8%	23.0x	13.3x	5.6x	0.9x	3.5x
Computer Modelling Group Ltd.	TSX:CMG	\$ 5.75	3.5%	462	464	67	27	40.1%	17.2x	13.8x	13.4x	10.7x	NM
Enerflex Ltd.	TSX:EFX	\$ 8.11	1.0%	727	1,083	1,055	141	13.4%	7.7x	5.9x	5.6x	0.5x	1.7x
Source Energy Services Ltd.	TSX:SHLE	\$ 2.04	-	28	217	235	7	3.0%	NM	16.8x	4.9x	0.8x	6.1x
Wolverine Energy and Infrastructure Inc.	TSXV:WEII	\$ 0.86	-	89	215	141	7	4.7%	NM	11.9x	10.1x	1.4x	6.3x
Mean								13.0%	16.0x	12.3x	7.9x	2.5x	4.4x
Median								4.7%	17.2x	13.3x	5.6x	0.9x	4.8x
Oilfield & Facility Construction													
Badger Infrastructure Solutions Ltd.	TSX:BDGI	\$ 42.87	1.5%	1,494	1,624	530	71	13.3%	23.0x	16.3x	8.6x	4.5x	0.8x
ClearStream Energy Services Inc.	TSX:CSM	\$ 0.09	-	10	321	349	(1)	NM	NM	NM	NM	NM	ND
Enterprise Group, Inc.	TSX:E	\$ 0.19	-	9	22	14	5	35.6%	4.3x	4.5x	NM	0.3x	ND
Macro Enterprises Inc.	TSXV:MCR	\$ 2.95	-	93	108	289	34	11.6%	3.2x	2.4x	2.4x	0.8x	NM
North American Construction Group Ltd.	NYSE:NOA	\$ 13.52	-	380	782	470	148	31.5%	5.3x	4.9x	4.2x	0.0x	2.5x
Shawcor Ltd.	TSX:SCL	\$ 5.31	-	374	669	1,139	39	3.4%	17.2x	25.9x	5.9x	0.5x	6.8x
Mean								19.1%	10.6x	10.8x	5.3x	1.2x	3.4x
Median								13.3%	5.3x	4.9x	5.1x	0.5x	2.5x
Pressure Pumping													
Calfrac Well Services Ltd.	TSX:CFW	\$ 3.90	-	146	463	641	(9)	NM	NM	NM	3.1x	0.4x	19.0x
STEP Energy Services Ltd.	TSX:STEP	\$ 1.28	-	87	306	311	(9)	NM	NM	37.4x	3.6x	0.4x	6.3x
Trican Well Service Ltd.	TSX:TCW	\$ 2.07	-	527	519	353	37	10.4%	14.2x	21.4x	6.0x	1.1x	NM
Mean								10.4%	14.2x	29.4x	4.2x	0.6x	12.6x
Median								10.4%	14.2x	29.4x	3.6x	0.4x	12.6x
Transportation & Logistics													
Gibson Energy Inc.	TSX:GEI	\$ 22.27	6.3%	3,262	4,760	5,089	350	6.9%	13.6x	12.6x	10.7x	4.8x	3.4x
Mullen Group Ltd.	TSX:MTL	\$ 12.18	3.9%	1,180	1,682	1,137	208	18.3%	8.1x	8.2x	7.0x	1.3x	2.2x
Mean								12.6%	10.8x	10.4x	8.9x	3.0x	2.8x
Median								12.6%	10.8x	10.4x	8.9x	3.0x	2.8x
Environmental & Geophysical													
Pulse Seismic Inc.	TSX:PSD	\$ 1.59	-	86	115	14	10	68.7%	12.0x	16.2x	8.2x	3.4x	2.9x
Secure Energy Services Inc.	TSX:SES	\$ 3.63	0.8%	579	1,037	1,879	76	4.0%	13.7x	12.2x	2.9x	0.8x	3.1x
Tervita Corporation	TSX:TEV	\$ 4.61	-	533	1,337	1,365	171	12.5%	7.8x	7.3x	6.4x	2.9x	4.0x
Vertex Resource Group Ltd.	TSXV:VTX	\$ 0.37	-	34	114	131	18	14.0%	6.2x	5.7x	4.8x	0.7x	3.9x
Mean								24.8%	9.9x	10.3x	5.6x	2.0x	3.5x
Median								13.3%	9.9x	9.7x	5.6x	1.9x	3.5x
Camps & Catering													
Black Diamond Group Limited	TSX:BDI	\$ 3.47	-	202	411	201	32	16.1%	12.8x	14.1x	7.0x	0.9x	4.9x
Civeo Corporation	NYSE:CVEO	\$ 19.26	-	275	687	650	106	16.3%	6.5x	5.8x	5.3x	0.7x	2.4x
Dexterra Group Inc.	TSX:DXT	\$ 5.85	5.1%	379	493	566	70	12.3%	7.1x	7.6x	6.6x	1.3x	1.4x
Mean								16.2%	9.6x	9.9x	6.1x	0.8x	3.7x
Median								16.2%	9.6x	9.9x	6.1x	0.8x	3.7x