



**ANNUAL GENERAL MEETING OF SHAREHOLDERS
to be held on June 17, 2015**

**NOTICE OF ANNUAL GENERAL MEETING
AND
INFORMATION CIRCULAR**

May 8, 2015



NOTICE OF ANNUAL GENERAL MEETING OF SHAREHOLDERS

NOTICE IS HEREBY GIVEN that an Annual General Meeting (the “**Meeting**”) of the holders (the “**Shareholders**”) of common shares in the capital of ShaMaran Petroleum Corp. (the “**Corporation**”) will be held at Suite 2000, 885 West Georgia Street, Vancouver, British Columbia, V6C 3E8 on Wednesday, June 17, 2015, at 8:00 a.m. (Vancouver time), for the following purposes:

1. to receive the consolidated audited financial statements of the Corporation for the year ended December 31, 2014, together with the report of the auditors thereon;
2. to appoint PricewaterhouseCoopers AG, as auditor of the Corporation for the ensuing year and to authorize the directors to fix their remuneration;
3. to fix the number of directors at five (5);
4. to elect directors for the ensuing year;
5. to consider and, if thought fit, to pass an ordinary resolution providing the required annual approval of the Corporation’s Incentive Stock Option Plan, as more particularly described in the accompanying Management Information Circular; and
6. to transact such further or other business as may properly come before the Meeting or any adjournment or adjournments thereof.

Accompanying this Notice of Meeting is a Management Information Circular (the “**Circular**”). Reference is made to the Circular for details of the matters to be considered at the Meeting.

If you are a *registered shareholder* of the Corporation and are unable to attend the Meeting in person, please complete, sign, date and return the enclosed form of Proxy either in the addressed envelope enclosed to Proxy Department, Computershare Investor Services Inc., 8th Floor, 100 University Avenue, Toronto, Ontario, M5J 2Y1, or by fax to 1-866-249-7775. Proxies must be received not less than 48 hours (excluding Saturdays and holidays) prior to the time for holding the Meeting or any adjournment thereof.

If you are a *non-registered shareholder* of the Corporation and receive these materials through your broker or through another intermediary please complete and return the materials in accordance with the instructions provided to you by your broker or such other intermediary. **If you are a non-registered shareholder and do not complete and return the materials in accordance with such instructions, you may lose the right to vote at the Meeting, either in person or by proxy.**

If you have any questions about the procedures required to qualify to vote at the Meeting or about obtaining and depositing the required form of proxy, you should contact Computershare Investor Services Inc. by telephone (toll free) at 1-800-564-6253, by fax at 1-866-249-7775 or by e-mail at service@computershare.com.

DATED at Geneva, Switzerland, the 8th day of May, 2015.

ON BEHALF OF THE BOARD

(signed) “Chris Bruijnzeels”

Chris Bruijnzeels

President, Chief Executive Officer and Director



MANAGEMENT INFORMATION CIRCULAR
(Containing information as at May 8, 2015, unless indicated otherwise)

PERSONS MAKING THE SOLICITATION

This Management Information Circular (the “Circular”) is furnished in connection with the solicitation of proxies being made by the management (“Management”) of ShaMaran Petroleum Corp. (the “Corporation”) for use at the Annual General Meeting (the “Meeting”) of holders (the “Shareholders”) of common shares in the capital of the Corporation (the “Common Shares”) to be held on Wednesday, June 17, 2015 at 8:00 a.m. (Pacific Standard Time) at Suite 2000, 885 West Georgia Street, Vancouver, British Columbia, V6C 3E8 and for the purposes set forth in the accompanying Notice of Meeting. While it is expected that the solicitation will be made primarily by mail, proxies may be solicited personally or by telephone by directors, officers and employees of the Corporation at nominal cost. All costs of this solicitation will be borne by the Corporation.

The contents and the sending of this Circular have been approved by the directors of the Corporation.

Unless otherwise stated herein, all currency amounts indicated as “\$” in this Circular are expressed in United States Dollars, the Corporation’s reporting currency.

APPOINTMENT OF PROXYHOLDER AND VOTING BY PROXY

The individuals named in the accompanying form of proxy (the “Proxy”) are directors, officers, or the legal counsel of the Corporation (the “Management Proxyholders”). A Shareholder wishing to appoint a person or company other than Management Proxyholders to attend and act for the shareholder and on the shareholder’s behalf at the Meeting has the right to do so, by striking out the names of the Management Proxyholders and by inserting the desired person’s or company’s name in the blank space provided in the proxy, or by executing a proxy in a form similar to the enclosed form. In either case, the completed form of proxy must be received by Computershare Investor Services Inc. prior to the Meeting or any adjournment thereof. A proxyholder need not be a shareholder.

You can choose to vote your Common Shares by proxy, by mail, by telephone or on the Internet. If you vote your Common Shares by proxy by mail, completed forms of proxies **must be received by the Corporation’s transfer agent, Computershare Investor Services Inc. (“Computershare”), at Proxy Department, at 100 University Avenue, 8th Floor, Toronto, Ontario, Canada M5J 2Y1**, in the envelope provided for that purpose. Telephone and Internet voting can also be completed 24 hours a day, 7 days a week which is noted on your proxy form. If you vote by telephone, you cannot appoint anyone other than the appointees named on the proxy form as your proxyholder. For internet voting, go to www.investorvote.com and follow the instructions on the screen. For either telephone or internet voting, you will need your 15 digit control number which is noted on your proxy form. **Duly completed forms of proxy or a vote using the telephone or over the Internet must be completed no later than forty-eight (48) hours (excluding Saturdays and holidays) before the time of the Meeting, or any adjournment thereof.**

If you are a beneficial shareholder and receive these materials through your broker or through another intermediary please complete and return the form of proxy in accordance with the instructions provided by your broker or other intermediary.

ADVICE TO NON-REGISTERED HOLDERS OF COMMON SHARES

The information set forth in this section is of significant importance to many Shareholders as a substantial number of Shareholders do not hold Common Shares of the Corporation in their own name. Shareholders who hold their Common Shares through their banks, brokers, trustees or other persons (“**Intermediaries**”), or who otherwise do not hold their Common Shares in their own name (referred to in this Circular as “**Beneficial Shareholders**”) should note that only proxies deposited by Shareholders who appear on the records maintained by the Corporation's registrar and transfer agent as registered holders of Common Shares (“**Registered Shareholders**”) will be recognized and acted upon at the Meeting. If Common Shares are listed in an account statement provided to a Beneficial Shareholder by a broker, those Common Shares will, in all likelihood, not be registered in the Shareholder's name. Such Common Shares more likely will be registered under the name of the Shareholder's broker or an agent of that broker. In Canada, the vast majority of such Common Shares are registered under the name of CDS & Co. (the registration name of the Canadian Depositary for Securities which acts as nominee for many Canadian brokerage firms). Common Shares held by brokers (or their agents or nominees) on behalf of a broker's client can only be voted (for or against resolutions) at the direction of the Beneficial Shareholder. Without specific instructions, brokers and their agents and nominees are prohibited from voting shares for the broker's clients. **Therefore, each Beneficial Shareholder should ensure that voting instructions are communicated to the appropriate person well in advance of the Meeting.**

Existing regulatory policy requires Intermediaries to seek voting instructions from Beneficial Shareholders in advance of shareholders' meetings. The Intermediaries have their own mailing procedures and provide their own return instructions to clients, which should be carefully followed by Beneficial Shareholders in order to ensure that their Common Shares are voted at the Meeting. The form of proxy supplied to a Beneficial Shareholder by its broker (or the agent of the broker) is substantially similar to the instrument of proxy provided directly to Registered Shareholders by the Corporation and is commonly referred to as a “**voting instruction form**”. However, its purpose is limited to instructing the Registered Shareholder (i.e., the broker or agent of the broker) how to vote on behalf of the Beneficial Shareholder. The vast majority of brokers now delegate responsibility for obtaining instructions from clients to Broadridge Financial Solutions, Inc. (“**Broadridge**”). Broadridge typically prepares a machine-readable voting instruction form, mails such forms to Beneficial Shareholders and asks Beneficial Shareholders to return the forms to Broadridge or otherwise communicate voting instructions to Broadridge (by way of the Internet or telephone, for example). Broadridge then tabulates the results of all instructions received and provides appropriate instructions respecting the voting of Common Shares to be represented at the Meeting. **A Beneficial Shareholder who receives a Broadridge voting instruction form cannot use that form to vote their Common Shares directly at the Meeting. The voting instruction forms must be returned to Broadridge (or instructions respecting the voting of Common Shares must otherwise be communicated to Broadridge) well in advance of the Meeting in order to have the securities voted. If you have any questions respecting the voting of Common Shares held through an Intermediary, please contact that Intermediary promptly for assistance.** Although a Beneficial Shareholder may not be recognized directly at the Meeting for the purposes of Common Shares registered in the name of his broker, a Beneficial Shareholder may attend the Meeting as proxyholder for the Registered Shareholder and vote the Common Shares in that capacity. **Beneficial Shareholders who wish to attend the Meeting and indirectly vote their securities as proxyholder for the Registered Shareholder should enter their own names in the blank space on the form of proxy provided to them and return the same to their broker (or the broker's agent) in accordance with the instructions provided by such broker.**

These security holder materials are being sent to both Registered Shareholders and Beneficial Shareholders who have not objected to the intermediary through which their common shares are held disclosing ownership information about themselves to the Corporation (“**NOBO’s**”). If you are a NOBO, and the Corporation or its agent has sent these materials directly to you, your name and address and information about your holdings of Common Shares have been obtained in accordance with applicable securities regulatory requirements from the Intermediary holding on your behalf. By choosing to send these materials to you directly, the Corporation (and not the Intermediary holding Common Shares on your behalf) has assumed responsibility for (i) delivering these materials to you, and (ii) executing your proper voting instructions. Please return your voting instructions as specified in the request for voting instructions.

If you are a Beneficial Shareholder who has objected to the intermediary through which your common shares are held disclosing ownership information about you to the Corporation (an “OBO”), please note that the Corporation does not intend to pay for an intermediary to deliver the proxy-related materials with respect to the Meeting and related forms to you and, therefore, you will not receive the materials with respect to the Meeting unless your intermediary assumes the cost of delivery.

ADVICE TO HOLDERS OF EUROCLEAR SWEDEN REGISTERED SHARES

The information set forth in this section is of significance to Shareholders who hold their securities (“Euroclear Registered Securities”) through Euroclear Sweden AB, which securities trade on the NASDAQ OMX First North Exchange. Shareholders who hold Euroclear Registered Securities are not registered holders of voting securities for the purposes of voting at the Meeting. Instead, Euroclear Registered Securities are registered under CDS & Co., the registration name of the Canadian Depository for Securities. Holders of Euroclear Registered Securities will receive a voting instruction form (the “VIF”) by mail directly from Computershare AB (“**Computershare Sweden**”). Additional copies of the VIF, together with the Corporation’s Management Information Circular, can also be obtained from Computershare Sweden and are available on the Corporation’s website (www.shamaranpetroleum.com). **The VIF cannot be used to vote securities directly at the Meeting. Instead, the VIF must be completed and returned to Computershare Sweden, strictly in accordance with the instructions and deadlines that will be described in the instructions provided with the VIF.**

REVOCAION OF PROXIES

A Registered Shareholder who has returned a proxy may revoke it at any time before it has been exercised. In addition to revocation in any other manner permitted by law, a proxy may be revoked by instrument in writing, including a proxy bearing a later date, executed by the Registered Shareholder or by his attorney authorized in writing or, if the Registered Shareholder is a corporation, under its corporate seal or by an officer or attorney thereof duly authorized. The instrument revoking the proxy must be deposited at the registered office of the Corporation, at Suite 2600 Oceanic Plaza, 1066 West Hastings Street, Vancouver, British Columbia, V6E 3X1 (Attention: Kevin Hisko, Corporate Secretary) at any time up to and including the last business day preceding the date of the Meeting, or any adjournment thereof, or with the Secretary of the Corporation or the chairman of the Meeting prior to the time of voting at the Meeting. Only registered Shareholders have the right to revoke a proxy. **Beneficial Shareholders who wish to change their vote must arrange for their respective intermediaries to revoke the proxy on their behalf.**

VOTING OF PROXIES

The Common Shares represented by a properly executed proxy in favor of Management Proxyholders will:

- (a) be voted or withheld from voting in accordance with the instructions of the person appointing the Management Proxyholder on any ballot that may be called for; and
- (b) where a choice with respect to any matter to be acted upon has been specified in the form of proxy, be voted in accordance with the specification made in such proxy.

ON A POLL SUCH COMMON SHARES WILL BE VOTED IN FAVOUR OF EACH MATTER FOR WHICH NO CHOICE HAS BEEN SPECIFIED OR WHERE BOTH CHOICES HAVE BEEN SPECIFIED BY THE SHAREHOLDER.

The enclosed form of proxy when properly completed and delivered and not revoked confers discretionary authority upon the person appointed proxy thereunder to vote with respect to amendments or variations of matters identified in the Notice of Meeting, and with respect to other matters which may properly come before the Meeting. If any amendments or variations to matters identified in the Notice of Meeting are properly brought before the Meeting or any further or other business is properly brought before the Meeting, it is the intention of the Management Proxyholders to vote in accordance with their best judgment on such matters or business. At the time of the printing of this Circular, the Management knows of no such amendment, variation or other matter that may be presented to the Meeting.

NOTICE AND ACCESS

The Corporation is not sending the Meeting materials to Shareholders using “notice and access”, as defined in National Instrument 54-101 – Communications with Beneficial Owners of Securities of a Reporting Issuer.

INTEREST OF CERTAIN PERSONS OR COMPANIES IN MATTERS TO BE ACTED UPON

Except as may be disclosed herein, no director or executive officer of the Corporation, or any person who has held such a position since the beginning of the last completed financial year end of the Corporation, nor any nominee for election as a director of the Corporation, nor any associate or affiliate of the foregoing persons, has any substantial or material interest, direct or indirect, by way of beneficial ownership of securities or otherwise, in any matter to be acted upon at the Meeting. Directors and executive officers may, however, be interested in the annual approval of the Corporation’s stock option plan as detailed in “Particulars of Other Matters to be Acted Upon – Annual Approval of 10% Rolling Stock Option Plan”.

VOTING SECURITIES AND PRINCIPAL HOLDERS OF VOTING SECURITIES

The Corporation is authorized to issue an unlimited number of Common Shares of which 1,579,768,534 Common Shares are issued and outstanding as at the date hereof. Each Common Share is entitled to one vote.

Shareholders registered as at May 8, 2015 (the “**Record Date**”) are entitled to attend and vote at the Meeting. Shareholders who wish to be represented by proxy at the Meeting must, to entitle the person appointed by the form of proxy to attend and vote, deliver their form of proxies at the place and within the time set forth in the notes to the form of proxy.

The following table sets forth the only persons who as of the date hereof, to the knowledge of the directors and executive officers of the Corporation, beneficially own or control or direct, directly or indirectly, Common Shares carrying 10% or more of the voting rights attached to all outstanding Common Shares:

Name of Shareholder	Number of Shares	Percentage of Issued Capital
Zebra Holdings and Investments S.à.r.l. (“ Zebra ”) ⁽¹⁾	217,299,072	13.75%
Lorito Holdings S.à.r.l. (“ Lorito ”) ⁽¹⁾	84,902,787 ⁽²⁾	5.37%

Notes:

⁽¹⁾ Lorito and Zebra, who report their security holdings as joint actors, are private corporations owned by a trust whose settlor is the Estate of the late Adolf H. Lundin. Together, Lorito and Zebra hold a total of 302,201,859 Common Shares, which represents 19.12% of the current outstanding Common Shares.

⁽²⁾ Lorito also holds \$30 million of senior secured bonds of General Exploration Partners, Inc., a wholly-owned subsidiary of the Corporation. The bonds have a five year maturity without amortization and carry an 11.5% fixed semi-annual coupon.

BUSINESS OF THE ANNUAL GENERAL MEETING

FINANCIAL STATEMENTS AND AUDITORS’ REPORT

The Corporation’s consolidated financial statements for the year ended December 31, 2014 and the report of the auditors thereon will be placed before the Meeting. Copies of the consolidated financial statements, the auditors’ report and management’s discussion and analysis have been mailed to all registered shareholders and non-registered shareholder (or beneficial shareholders) who have opted to receive such materials. These documents can also be found on the Corporation’s website at www.shamaranpetroleum.com and are also available on SEDAR at www.sedar.com. No vote by the Shareholders is required to be taken with respect to the consolidated financial statements.

ELECTION OF DIRECTORS

The Board of Directors presently consists of five (5) directors and it is intended to determine the number of directors at five (5) and to elect five (5) directors for the ensuing year.

The term of office of each of the present directors expires at the Meeting. At the Meeting, Shareholders will be asked to pass an ordinary resolution to set the number of directors at five and the five persons named hereunder will be proposed for election as directors of the Corporation. Unless authority to vote is withheld, the Common Shares represented by the proxies hereby solicited will be voted by the persons named therein **FOR** the election of the nominees whose names are set forth below. All of the nominees are presently members of the Board and the dates on which they were first elected or appointed are indicated below. Management does not contemplate that any nominee will be unable or unwilling to serve as a director, but if that should occur for any reason prior to the Meeting, Management Proxyholders reserve the right to vote **FOR** another nominee in their discretion, unless the shareholder has specified in the accompanying form of proxy that such Shareholder's Common Shares are to be withheld from voting on the election of directors.

The following table and notes state the name of each person proposed to be nominated by management for election as a director (a "**proposed director**"), the province and country in which he or she is ordinarily resident, all other positions and offices with the Corporation and any significant affiliate now held by each such person, if any, his or her principal occupation or employment, the period or periods of service as a director of the Corporation and the approximate number of Common Shares of the Corporation beneficially owned directly or indirectly, by each such person, or over which he or she exercises control or direction.

Name, province and country and current position(s) held in the Corporation ⁽¹⁾	Period of Service as a Director	Number of Common Shares beneficially owned or controlled or directed, directly or indirectly ⁽²⁾	Principal Occupation within the Preceding Five Years ⁽¹⁾
Keith C. Hill Ontario, Canada Chairman and Director	Director since February 19, 2007	1,343,000	President and Chief Executive Officer of Africa Oil Corp.; Director of BlackPearl Resources Inc., Petrovista Energy Corp., Africa Energy Corp. (formerly Horn Petroleum Corporation), Tyner Resources Ltd. and TAG Oil Corp. Prior to his appointment as Chief Executive Officer of Africa Oil Corp., Mr. Hill was President and CEO of BlackPearl Resources Inc. and of Valkyries Petroleum Corp.
Chris Bruijnzeels Geneva, Switzerland President, Chief Executive Officer and Director	Director since January 19, 2015	2,063,690	President and Chief Executive Officer, and a director of the Corporation. Mr. Bruijnzeels was Senior Vice President Development of Lundin Petroleum AB from January 2003 to up to the time of his appointment as a Member of the Board of ShaMaran on January 19, 2015. Mr. Bruijnzeels is a qualified Professional Engineer with over 29 years of experience in the oil and gas industry.
C. Ashley Heppenstall Geneva, Switzerland Director	Director since January 19, 2015	Nil	President and Chief Executive Officer, and a director of Lundin Petroleum AB since August, 2001. Mr. Heppenstall is a graduate of Durham University where he obtained a degree in Mathematics. Mr. Heppenstall is a director of Africa Energy Corp. and Etrion Corporation, and was, from May 2010 until May 2013, a director of Vostok Nafta Investment Ltd., a corporation traded on the Nasdaq OMX Nordic Exchange in Stockholm.

Name, province and country and current position(s) held in the Corporation ⁽¹⁾	Period of Service as a Director	Number of Common Shares beneficially owned or controlled or directed, directly or indirectly ⁽²⁾	Principal Occupation within the Preceding Five Years ⁽¹⁾
Brian D. Edgar British Columbia, Canada Director	Director since March 27, 2007	100,000	Chairman of Silver Bull Resources, Inc.; director of a number of other publicly traded companies.
Gary S. Guidry Alberta, Canada Director	Director since February 19, 2007	193,000	Director of Africa Oil Corp. since June 2008; former President and Chief Executive Officer, director and Head of Chad Business of Glencore E&P (Canada) Inc. (formerly Caracal Energy Inc.); formerly director of TransGlobe Energy Corporation; formerly President and CEO of Orion Oil & Gas Corporation (October 2009 to June 2011).

Notes:

⁽¹⁾ The information as to the province and country of residence and principal occupation, not being within the knowledge of the Corporation, has been furnished by the respective directors.

⁽²⁾ The information as to Common Shares beneficially owned or controlled or directed, directly or indirectly, not being within the knowledge of the Corporation, has been furnished by the respective directors individually.

The Board of Directors does not have an executive committee. There are presently four standing committees of the Board: the Audit Committee, the Compensation Committee, the Reserves Committee and the Corporate Governance and Nominating Committee. The following table sets out the members of such committees:

Audit Committee	Compensation Committee	Reserves Committee	Corporate Governance and Nominating Committee
C. Ashley Heppenstall (Chair)	Keith C. Hill (Chair)	Gary S. Guidry (Chair)	Brian D. Edgar (Chair)
Brian D. Edgar	C. Ashley Heppenstall	Keith Hill	Keith Hill
Gary S. Guidry	Brian D. Edgar	C. Ashley Heppenstall	Gary S. Guidry

Other than as disclosed below, none of the proposed directors (or any of their personal holding companies) of the Corporation:

- (a) is, as at the date of this Circular, or has been, within ten years before the date of this Circular, a director, chief executive officer or chief financial officer of any company, including the Corporation, that:
 - (i) was the subject of a cease trade order or similar order or an order that denied the relevant company access to any exemption under securities legislation, that was in effect for a period of more than 30 consecutive days (an "order") that was issued while that person was acting in the capacity as director, chief executive officer or chief financial officer; or
 - (ii) was the subject of an order that was issued after the person ceased to be a director, chief executive officer or chief financial officer in the Corporation and which resulted from an event that occurred while that person was acting in the capacity as director, chief executive officer or chief financial officer;
- (b) is, as at the date of this Circular, or has been within the 10 years before the date of this Circular, a director or executive officer of any company, including the Corporation, that, while that person was acting in that capacity, or within a year of that person ceasing to act in that capacity, became bankrupt, made a proposal under any legislation relating to bankruptcy or insolvency or was subject to or instituted any proceedings, arrangement or compromise with creditors or had a receiver, receiver manager or trustee appointed to hold its assets; or
- (c) has, within the 10 years before the date of this Circular, become bankrupt, made a proposal under any legislation relating to bankruptcy or insolvency, or become subject to or instituted any proceedings, arrangements or

compromise with creditors, or had a receiver, receiver manager as trustee appointed to hold the assets of that individual.

Mr. Edgar was a director of New West Energy Services Inc. (NEW-TSX-V) when, on September 5, 2006, a cease trade order was issued against that company by the British Columbia Securities Commission for failure to file its financial statements within the prescribed time. The default was rectified and the order was revoked on November 9, 2006.

None of the proposed directors (or any of their personal holding companies) has been subject to:

- (a) any penalties or sanctions imposed by a court relating to securities legislation or by a securities regulatory authority or has entered into a settlement agreement with a securities regulatory authority; or
- (b) any other penalties or sanctions imposed by a court or regulatory body that would likely be considered important to a reasonable security holder in deciding whether to vote for a proposed director.

AUDIT COMMITTEE AND NATIONAL INSTRUMENT 52-110, *AUDIT COMMITTEES (“NI 52-110”) DISCLOSURE*

The Audit Committee of the Corporation oversees the accounting and financial reporting processes of the Corporation and its subsidiaries and all audits and external reviews of the financial statements of the Corporation on behalf of the Board, and has general responsibility for oversight of internal controls, accounting and auditing activities of the Corporation and its subsidiaries. All auditing services and non-audit services to be provided to the Corporation by the Corporation’s auditors are pre-approved by the Audit Committee. The Audit Committee is responsible for examining all financial information, including annual and quarterly financial statements, prepared for securities commissions and similar regulatory bodies prior to filing or delivery of the same. The Audit Committee also oversees the annual audit process, the Corporation’s internal accounting controls, the Code of Business Conduct and Ethics, as amended (the “**Code**”), any complaints and concerns regarding accounting, internal controls or auditing matters and the resolution of issues identified by the Corporation’s external auditors. The Audit Committee recommends to the Board the firm of independent auditors to be nominated for appointment by the Shareholders and the compensation of the auditors. The Audit Committee meets a minimum of four times per year. The Audit Committee’s Charter is attached as Schedule “A” to this Circular.

Composition of the Audit Committee and Relevant Education and Experience

Below are the details of each current Audit Committee member, including his name, whether he is independent and financially literate as such terms are defined under NI 52-110, and a summary of the Audit Committee member’s education and experience which is relevant to the performance of their responsibilities as an audit committee member.

Member Name	Independent ⁽¹⁾	Financially Literate ⁽²⁾	Education and experience relevant to performance of audit committee duties
C. Ashley Heppenstall	Yes	Yes	Mr. Heppenstall is the President and Chief Executive Officer, and a director, of Lundin Petroleum AB. Mr. Heppenstall is a graduate of Durham University where he obtained a degree in Mathematics. Mr. Heppenstall also acts as director of Africa Energy Corp. (TSXV) and Etrion Corporation, listed on the Toronto Stock Exchange and was, from May 2010 until May 2013, a director of Vostok Nafta Investment Ltd., a corporation traded on the Nasdaq OMX Nordic Exchange in Stockholm. Mr. Heppenstall’s work has required extensive review and analysis of financial statements.
Brian D. Edgar	Yes	Yes	Mr. Edgar is a retired corporate and securities lawyer and mining executive with a Law Degree from the University of British Columbia and approximately 39 years of public company experience. Mr. Edgar practiced in the area of corporate/securities law in private practice for 16 years and was co-owner of a private investment and venture capital firm and as such, has been involved in the financial analysis of many projects and companies. Mr. Edgar has served as an executive officer, director and audit committee chair of several other public resource-based companies. Through his education and experience, Mr. Edgar has experience overseeing and assessing

			the performance of companies and public accountants with respect to the preparation, auditing and evaluation of financial statements.
Gary Guidry	Yes	Yes	Mr. Guidry is a director and member of the Audit Committee of Africa Oil Corp.; Formerly, Mr. Guidry was head of Chad Business for Glencore E&P (Canada) Inc. (formerly Caracal Energy Inc.). Mr. Guidry is an Alberta registered P. Eng. and holds a B.Sc. in petroleum engineering from Texas A & M University. Mr. Guidry has attained financial experience and exposure to accounting and financial issues in his former role at Glencore, and previously, in his previous positions with a number of other public companies, including Orion Oil & Gas Corporation, Tanganyika Oil Company Ltd., Zodiac Exploration Inc., TransGlobe Energy Corporation, and Calpine Natural Gas Trust and Alberta Energy Company.

Notes:

- (1) To be considered independent, a member of the audit committee must not have any direct or indirect “material relationship” with the Corporation. A material relationship is a relationship which could, in the view of the Board of Directors of the Corporation, reasonably interfere with the exercise of a member’s independent judgement.
- (2) To be considered financially literate, a member of the audit committee must have the ability to read and understand a set of financial statements that present a breadth and level of complexity of accounting issues that are generally comparable to the breadth and complexity of the issues that can reasonably be expected to be raised by the Corporation’s financial statements.

Audit Committee Oversight

Since the commencement of the Corporation’s most recently completed financial year, there has not been a recommendation of the Audit Committee to nominate or compensate an external auditor that was not adopted by the Board of Directors.

Reliance on Certain Exemptions

Since the commencement of the Corporation’s recently completed financial year, the Corporation has not relied on the exemptions contained in section 2.4 (De Minimis Non-audit Services) or an exemption from NI 52-110, in whole or in part, granted under Part 8 (Exemptions) of NI 52-110.

Pre-Approval Policies and Procedures

The Audit Committee has adopted specific policies and procedures for the engagement of non-audit services as described in the Audit Committee Charter.

External Auditor Service Fees (By Category)

The following table discloses the fees billed to the Corporation by its external auditor during the last two fiscal years ended December 31, 2014 and December 31, 2013.

Fiscal Year	Audit Fees ⁽¹⁾	Audit Related Fees ⁽²⁾	Tax Fees ⁽³⁾	All Other Fees ⁽⁴⁾
2014	92,532	13,832	Nil	18,026
2013	\$86,500	\$12,917	Nil	\$36,400

Notes:

- (1) The aggregate fees billed for audit services.
- (2) The aggregate fees billed for assurance and related services that are reasonably related to the performance of the audit or review of the Corporation’s financial statements and are not disclosed in the audit fees column.
- (3) The aggregate fees billed for tax compliance, tax advice, and tax planning services.
- (4) The aggregate fees billed for professional services other than those listed in the other three columns.

Exemption

The Corporation is relying upon the exemption in section 6.1 of the NI 52-110 – Audit Committees, which exempts venture issuers (as defined therein) from the requirements of Part 3 (Composition of the Audit Committee) and Part 5 (Reporting Obligations) of that instrument.

STATEMENT OF EXECUTIVE COMPENSATION

For the purposes of this Circular, a Named Executive Officer (a “**NEO**”) means each of the following individuals: (a) the Chief Executive Officer of the Corporation, (b) the Chief Financial Officer of the Corporation, (c) each of the three most highly compensated executive officers of the Corporation including any of its subsidiaries, or the three most highly compensated individuals acting in a similar capacity, other than the Chief Executive Officer and Chief Financial Officer, at the end of the most recently completed financial year whose total compensation was, individually, more than CAD \$150,000 as determined in accordance with subsection 1.3(6) of Form 51-102F6 for the December 31, 2014 financial year; and (d) each individual who would be an NEO under paragraph (c) but for the fact that the individual was neither an executive officer of the Corporation or its subsidiaries, nor acting in a similar capacity, as of December 31, 2014.

During the financial year ended December 31, 2014, the Corporation had two NEOs of the Corporation, namely, Mr. Pradeep Kabra, President and Chief Executive Officer, and Mr. Brenden Johnstone, Chief Financial Officer. Subsequent to the year ended December 31, 2014, effective January 19, 2015 Mr. Kabra resigned as President, Chief Executive Officer and director and Mr. Chris Bruijnzeels was appointed President, Chief Executive Officer and director of the Corporation.

COMPENSATION DISCUSSION AND ANALYSIS

The following compensation discussion and analysis describes the Corporation’s practices with respect to the compensation of its NEOs.

Overview of Compensation Philosophy

The Corporation’s compensation philosophy is to structure remuneration packages that are sufficiently attractive to recruit, retain and motivate the kind of executives who will be instrumental in helping the Corporation achieve its short and long-term objectives, to provide executives with compensation that is in accordance with existing market standards generally, to align the interests of executive officers with those of the Corporation’s Shareholders and to link individual executive compensation to the performance of both the Corporation and the individual executive.

During 2010, the Corporation implemented a compensation structure based on the European model that takes into account inflation (cost of living), and that provides for merit increases (only to the extent that an individual’s job description or duties have been substantially altered), and cash bonuses which are based on a number of factors, including base salary, length of service and specific performance.

Elements of Compensation

Executive compensation is comprised of three elements:

- base salaries, which are set at levels which are competitive with the base salaries paid by corporations of a comparable size within the oil and gas exploration industry and with operations at approximately the same stage of development, thereby enabling the Corporation to compete for and retain executives critical to the Corporation’s long-term success;
- bonuses, which are considered from time to time, based on individual and corporate performance criteria; and
- share ownership opportunities through a stock option plan, which provides additional incentive and aligns the interests of executive officers with the longer term interests of shareholders.

Each element of the Corporation's executive compensation program is described in more detail below.

Base Salaries

A NEO's base salary is intended to remunerate the NEO for discharging job responsibilities and reflects the executive's performance over time. Individual salary adjustments take into account performance contributions in connection with their specific duties. The base salary of each executive officer is determined by the Compensation Committee based on an assessment of his sustained performance and consideration of competitive compensation levels for the markets in which the Corporation operates. In making its recommendations to the Board, the Compensation Committee also considers the particular skills and experience of the individual. The base salaries of executive officers are reviewed annually.

Performance-based Bonuses

The Corporation may award discretionary cash bonuses to executive officers and employees of the Corporation from time to time. The amount of the bonus that each individual may be eligible for is not set in relation to any formula or specific criteria, but is the result of a subjective determination of the Corporation's performance, overall industry conditions, as well as the individual's performance and his or her contribution to overall corporate goals. The payment of bonuses is subject to the final approval of the Board and the Board has the discretion to amend or veto bonuses in its sole discretion.

Long Term Incentive Compensation – Stock Options

The stock option component of a NEO's compensation, which includes a vesting element to ensure retention, serves to both motivate the executive toward increasing share value and to enable the executive to share in the future success of the Corporation. Individual stock options are granted by the Board on the recommendation of senior management, in the case of employees, and by the Compensation Committee, in the case of executive officers, including the NEOs. Options are normally awarded by the Board upon the commencement of an individual's employment with the Corporation based on the level of responsibility within the Corporation. Additional option grants may be made periodically to ensure that the number of stock options granted to any particular individual is commensurate with the individual's level of ongoing responsibility within the Corporation. In considering additional grants, a number of factors are considered, including, the role the individual plays in the Corporation, the number of stock options an individual has been granted, the exercise price and the value of the options and the term remaining on those options. The terms and conditions of the Corporation's stock option grants, including vesting provisions and exercise prices, are governed by the terms of the Stock Option Plan, which are described under "Securities Authorized for Issuance Under Equity Compensation Plans".

Benefits and Perquisites

Benefits do not form a significant part of the remuneration package of any of the NEOs. In most cases, employment benefits, health care, life insurance and, where applicable, state pension plan contributions are provided in a manner which is in keeping with industry standards. During the financial year ended December 31, 2014, none of the NEOs received any perquisites which in the aggregate were greater than \$50,000 or 10% of the respective NEO's salary.

Composition of the Compensation Committee

The Compensation Committee, on behalf of the Board, monitors compensation for the executive officers of the Corporation. As of December 31, 2014, the Compensation Committee consisted of three members: namely, Messrs. Gary S. Guidry, Alexandre Schneiter and Keith C. Hill. As of the date hereof, the Compensation Committee currently consists of three members: namely, Messrs. Keith C. Hill, C. Ashley Heppenstall and Brian Edgar. All three members of the Compensation Committee are considered to be independent. Since April 2008 the Compensation Committee has maintained a mandate and meets as frequently as necessary in order to fulfill its responsibilities and in any event, at least annually.

The following is a summary description of the mandate and responsibilities of the Compensation Committee as it relates to NEO compensation:

- to review and approve corporate goals and objectives relevant to NEO compensation, including the evaluation and performance of the NEO in light of those corporate goals and objectives, and to make recommendations to the Board with respect to NEO compensation levels (including the award of any cash bonuses or share ownership opportunities);
- to consider the implementation of short and long-term incentive plans, including equity-based plans, proposed by management, to make recommendations to the Board with respect to these plans and to annually review such plans after their implementation; and
- to annually review any other benefit plans proposed by management and to make recommendations to the Board with respect to their implementation.

All members of the Compensation Committee have direct experience which is relevant to their responsibilities as Compensation Committee members. All members are or have held senior executive roles within public companies, and therefore have a good understanding of compensation programs. They also have good financial understanding which allows them to assess the costs versus benefits of compensation plans. The members combined experience in the resource sector provides them with the understanding of the Corporation's success factors and risks, which is very important when determining metrics for measuring success.

Performance Factors

At this stage of the Corporation's development, no formal criteria have been established to evaluate corporate and individual performance; however, a number of factors are considered by the Compensation Committee in making recommendations for executive compensation including, but not limited to:

- the progression of the Corporation's projects framed around budget forecasts presented to and approved by the Board;
- the Corporation's overall financial and operating performance;
- objective factors such as the NEO's level of responsibilities, experience, and expertise, length of service and the levels of compensation provided by industry competitors;
- subjective factors such as leadership and such NEOs specific performance and contribution to the benefit of the Corporation, including maintaining good government relations;
- compensation data of peer group companies;
- the Corporation's market capitalization; and
- the long-term interests of the Corporation and its shareholders.

Role of Management in Determining Compensation

The accountability for decisions on executive remuneration is within the mandate of the Board with recommendations from the Compensation Committee; however, management has a key role in helping support the Compensation Committee in fulfilling its obligations. For example, the CEO and other senior members of the Corporation's management team provide a source of external data and analysis.

Recruiting and Retention

The Corporation recognizes that its compensation package has to be sufficient to attract and retain the right level of skill, expertise and talent in an increasingly competitive global market.

The structure of the remuneration package must be well-balanced across the short, medium and longer term elements, so that it is both attractive to the individual and cost effective for the Corporation. This balance is achieved by providing base salary at a reasonable median level as an anchor which makes the Corporation a realistic prospect for talented candidates. However, the short term incentive (discretionary bonuses) provides recruits with the opportunity to achieve superior total annual reward through their own delivery of excellence at individual and business levels. Finally, the longer term reward element (stock option grants), which provides the opportunity to build ownership and growth in the medium and longer term future in line with the opportunities for success afforded to the shareholders.

Fiscal 2014 Compensation Review

On December 18, 2014 the Compensation Committee carried out its annual review of NEO salaries and recommended no change to the base salaries of the Corporation's then CEO, Mr. Pradeep Kabra, and CFO, Mr. Brenden Johnstone. The

Compensation Committee also determined that it was appropriate that each of Messrs. Kabra and Johnstone receive cash bonuses which are reflected in the Summary Compensation Table below under the column “Annual Incentive Plans”. The Board accepted and approved on December 19, 2014 all of the recommendations of the Compensation Committee for Messrs. Kabra and Johnstone.

In determining the annual cash bonus of the NEOs, the Compensation Committee considered in the context of industry standards, among other things, the long term interests of the Corporation and its shareholders, the financial and operating performance of the Corporation, contributions by the individuals towards attaining corporate objectives, levels of responsibility, length of service and compensation levels.

As the Corporation did not generate revenues from operations during the recently-completed fiscal year, traditional corporate and NEO performance standards such as earnings per share are not considered relevant by the Compensation Committee in NEO performance evaluation.

The Compensation Committee was satisfied that the Corporation’s compensation appropriately took into account the factors relevant to the industry, the Corporation’s performance within that industry, and the individual contributions to the Corporation’s performance made by its NEOs.

During the fiscal year ended December 31, 2014, no stock options were granted to the NEOs. Subsequent to the year ended December 31, 2014, on January 19, 2015 the Compensation Committee recommended and the Board approved the grant of an aggregate of 26,000,000 stock options of which 15,000,000 stock options were granted to the CEO, 5,000,000 stock options were granted to the CFO, and an aggregate 6,000,000 stock options were granted to directors who are not NEO’s. These options are exercisable at an exercise price of CAD\$0.115 per share, and expire on January 19, 2020. These options vest over a two year period, one-third immediately, one-third after 12 months and one-third after 24 months from the date of grant.

Risks Associated with Corporation’s Compensation Policies and Practices

Neither the Board nor the Compensation Committee has proceeded to a formal evaluation of the implications of the risks associated with the Corporation’s compensation policies and practices. Risk management is a consideration of the Board when implementing its compensation programme, and the Board and the Compensation Committee does not believe that the Corporation’s compensation programme results in unnecessary or inappropriate risk taking including risks that are likely to have a material adverse effect on the Corporation.

The Corporation’s NEOs and directors are not permitted to purchase financial instruments, including for greater certainty, prepaid variable forward contracts, equity swaps, collars or units of exchange funds that are designed to hedge or offset a decrease in market value of equity securities granted as compensation or held, directly or indirectly, by the NEO or director.

Summary Compensation Table

The following table sets forth a summary of the total compensation paid to, or earned by the Corporation’s NEO’s during the three most recently completed financial years. Unless otherwise indicated, all dollar amounts in this section are enumerated in United States dollars, being the Corporation’s reporting currency

Name and Principal Position	Year ⁽¹⁾	Salary ⁽²⁾ (\$)	Share-based Awards (\$)	Option-based Awards ⁽³⁾ (\$)	Non-equity Incentive Plan Compensation		Pension Value (\$)	All Other Compensation ⁽²⁾⁽⁵⁾ (\$)	Total Compensation (\$)
					Annual Incentive Plans ⁽²⁾ (\$)	Long term Incentive Plans ⁽⁴⁾ (\$)			
Pradeep Kabra ⁽⁶⁾ former President and Chief Executive Officer	2014	524,295	Nil	Nil	302,841	Nil	Nil	16,231	843,368
	2013	509,036	Nil	480,322	252,044	Nil	Nil	19,685	1,261,087
	2012	499,659	Nil	Nil	249,893	Nil	Nil	19,147	768,699
Brenden Johnstone Chief Financial Officer	2014	290,556	Nil	Nil	130,635	Nil	Nil	16,308	437,499
	2013	279,367	Nil	194,416	115,318	Nil	Nil	14,590	603,691
	2012	274,211	Nil	Nil	114,334	Nil	Nil	13,533	402,078

Notes:

⁽¹⁾ Financial years ended December 31.

- (2) Salaries, annual incentive plan compensation and all other compensation earned have been paid in Swiss francs and are translated into United States dollars using an average exchange rate for the reporting year of 1.0968 per Swiss franc.
- (3) The value of the stock option grants has been determined using the Black-Scholes models on the date of grant and is consistent with the accounting value determinations used for financial statement purposes. The key assumptions used for this determination can be found in the notes to the 2014 consolidated financial statements. The amount presented in the table represents the value of the vested and unvested portion of the options granted for the period. For accounting purposes, the fair value is amortized over the applicable vesting periods. Option fair values were calculated in Canadian dollars and translated into United States dollars using an exchange rate of 0.9876 for the April 12, 2013 option grants awarded to these individuals. It should be recognized that the actual future value will be based on the difference between the market value at time of exercise and the exercise price. Therefore, the value attributed to the stock options under the Black-Scholes model as reported in the table above does not necessarily correspond to the actual future value that will be realized.
- (4) The Corporation does not currently have a formal annual incentive plan or long term incentive plan for any of its NEOs.
- (5) During the financial year ended December 31, 2014 Mr. Kabra received other compensation comprised of medical insurance reimbursements of CHF 14,798. During the financial year ended December 31, 2014 Mr. Johnstone received other compensation comprised of medical insurance reimbursements of CHF 14,868.
- (6) Subsequent to the financial year ended December 31, 2014, Mr. Kabra resigned as President, Chief Executive Officer and director on January 19, 2015 and Mr. Chris Bruijnzeels was appointed President, Chief Executive Officer and director effective January 19, 2015. Pursuant to an agreement to terminate employment between Mr. Kabra and the Corporation dated January 19, 2015, Mr. Kabra will receive 12 months' regular salary payable (i) one month salary at the end of each of the following four months: February, March, April and May 2015; and (ii) eight months' salary at the end of May 2015. All stock options (vested and unvested) held by Mr. Kabra cease to be exercisable on April 19, 2015, the date which is 90 days after his resignation. Refer also to Incentive Plan Awards.

INCENTIVE PLAN AWARDS

Outstanding option-based awards

The following table sets forth for the NEOs the incentive stock options (option-based awards) pursuant to the Stock Option Plan outstanding as at December 31, 2014. This information includes awards granted before the financial year ended on December 31, 2014. 3,375,087 of the outstanding NEO option-based awards had vested as at December 31, 2014.

Name	Option-based Awards			
	Number of securities underlying unexercised options (#)	Option exercise price ⁽¹⁾ (\$)	Option expiration date	Value of unexercised in-the-money options ⁽²⁾ (\$)
Pradeep Kabra ⁽³⁾ former President and Chief Executive Officer	2,100,000 ⁽³⁾	0.36	April 12, 2018 ⁽³⁾	Nil ⁽³⁾
	200,000 ⁽³⁾	0.53	September 23, 2015 ⁽³⁾	Nil ⁽³⁾
	100,000	0.46	January 4, 2015	Nil
Brenden Johnstone Chief Financial Officer	850,000	0.36	April 12, 2018	Nil
	50,000	0.53	September 23, 2015	Nil
	300,000	0.46	January 4, 2015	Nil

Notes:

- (1) Option exercise prices have been translated from the currency in which the options are granted, Canadian dollars, into the reporting currency of the Corporation, United States dollars, using the exchange rates effective at the grant date.
- (2) This amount is calculated as the difference between the market value of the securities underlying the options on December 31, 2014, being the last trading day of the Corporation's Common Shares for the financial year, which was CAD\$0.11, and the exercise price of the option. No value has been given to unexercised options that were out-of-the-money on December 31, 2014.
- (3) Subsequent to the year ended December 31, 2014, on January 19, 2015 Mr. Kabra resigned as President, Chief Executive Officer and director and Mr. Chris Bruijnzeels was appointed President, Chief Executive Officer and director. The options held by Mr. Kabra cease to be exercisable up to 90 days after the date of his resignation.

Incentive Plan Awards – value vested or earned during the year

The following table sets forth for the NEOs, the value vested during the financial year ended on December 31, 2014 for options awarded under the Stock Option Plan, as well as the value earned under non-equity incentive plans for the same period.

Name	Option-based awards – value vested during the year (\$) ⁽¹⁾⁽²⁾⁽³⁾	Share-based awards – value vested during the year (\$)	Non-equity incentive plan compensation – value earned during the year (\$)
Pradeep Kabra ⁽⁴⁾ former President and Chief Executive Officer	160,107	Nil	N/A
Brenden Johnstone Chief Financial Officer	64,805	Nil	N/A

Notes:

- (1) The options granted to Named Executive Officers were vested as follows 1/3 upon grant, 1/3 one year from the date of grant and the remaining 1/3 two years from the date of grant.
- (2) Calculated using the closing price of the Common Shares as traded on the TSX Venture Exchange (“Exchange”) on the dates on which stock options vested during the financial year ended December 31, 2014, and subtracting the exercise price of in-the-money stock options.
- (3) Converted to United States dollars using the exchange rate in effect as at the date options vested.
- (4) Subsequent to the year ended December 31, 2014, on January 19, 2015 Mr. Pradeep Kabra resigned as President, Chief Executive Officer and director and Mr. Chris Bruijnzeels was appointed President, Chief Executive Officer and director.

Pension Plan Benefits

The Corporation does not have any defined benefit or actuarial plans.

TERMINATION AND CHANGE OF CONTROL BENEFITS

Other than as set forth above, and as set out below under Employment Agreements, the Corporation and its subsidiaries have no other compensatory plan, contract or arrangement where a NEO is entitled to receive more than CAD\$100,000 (including periodic payments or instalments) to compensate such executive officer in the event of resignation, retirement or other termination of the NEO’s employment with the Corporation or its subsidiaries, a change of control of the Corporation or its subsidiaries, or a change in responsibilities of the NEO, with or without a change in control.

Employment Agreement - Pradeep Kabra, President and Chief Executive Officer

Pursuant to an employment agreement dated November 1, 2009, as amended December 14, 2009, January 1, 2013 and January 1, 2014 between Mr. Kabra and ShaMaran Services SA, Mr. Kabra was engaged by the Corporation in the capacity of President and Chief Executive Officer, for a fixed term of two years with an automatic extension thereafter for an indefinite term, at an annual base salary of CHF 478,000 per annum, exclusive of bonuses, benefits and other compensation. Mr. Kabra’s employment agreement entitled him to two months’ notice of termination. Further, upon termination of his employment agreement with the Corporation within the two years following a change of control, or if Mr. Kabra resigns in accordance with the terms of his employment contract following a change of control, he shall within 30 days written notice receive a lump sum payment of 24 month’s base salary. Subsequent to the year ended December 31, 2014, Mr. Kabra resigned as President, Chief Executive Officer and director effective January 19, 2015 and the employment agreement was terminated. Pursuant to an agreement to terminate employment between Mr. Kabra and the Corporation dated January 19, 2015 Mr. Kabra will receive 12 months’ regular salary payable (i) one month salary at the end of each of the following four months: February, March, April and May 2015; and (ii) eight months’ salary at the end of May 2015. All stock options (vested and unvested) held by Mr. Kabra cease to be exercisable on April 19, 2015, the date which is 90 days after his resignation. See below and Incentive Plan Awards.

Employment Agreement – Brenden Johnstone, Chief Financial Officer

Pursuant to an employment agreement dated November 1, 2009, as amended December 14, 2009, January 25, 2012, January 1, 2013 and January 1, 2014 between Mr. Johnstone and ShaMaran Services SA, Mr. Johnstone is currently engaged by the Corporation in the capacity of Chief Financial Officer for an indefinite term, at an annual base salary of CHF 264,900 per annum, exclusive of bonuses, benefits and other compensation. Mr. Johnstone’s employment agreement currently entitles him to three months’ notice of termination. Further, upon termination of his employment agreement with the Corporation within the two years following a change of control, or if Mr. Johnstone resigns in accordance with the terms of

his employment contract following a change of control, he shall within 30 days written notice receive a lump sum payment of 24 month's base salary.

If a severance payment triggering event had occurred on December 31, 2014, the severance payments that would be payable to Messrs. Kabra and Johnstone would have been approximately as follows:

Name	Termination by the Corporation without cause (estimated) ⁽¹⁾ (\$)	Termination by the Corporation without cause after a "Change of Control" of the Corporation (estimated) ⁽¹⁾ (\$)
Pradeep Kabra ⁽²⁾	120,757	966,058
Brenden Johnstone	66,922	535,373

Note:

⁽¹⁾ Severance payments would be paid in Swiss francs and are translated into United States dollars using the closing exchange rate at December 31, 2014 of 1.0105 per Swiss franc.

⁽²⁾ Subsequent to the year ended December 31, 2014, Mr. Kabra resigned as President, Chief Executive Officer and director of the Corporation. Pursuant to an agreement to terminate employment between Mr. Kabra and the Corporation dated January 19, 2015 Mr. Kabra will receive 12 months' regular salary payable (i) one month salary at the end of each of the following four months: February, March, April and May 2015; and (ii) eight months' salary at the end of May 2015. All stock options (vested and unvested) held by Mr. Kabra cease to be exercisable on April 19, 2015, the date which is 90 days after his resignation.

Subsequent to the year ended December 31, 2014, ShaMaran Services S.A. has entered into an employment agreement dated February 1, 2015 with Chris Bruijnzeels. Pursuant to the employment agreement Mr. Bruijnzeels is currently engaged by the Corporation in the capacity of President and Chief Executive Officer at an annual base salary of CHF 600,000 per annum, exclusive of bonuses, benefits and other compensation. The employment agreement of Chris Bruijnzeels may be terminated without prior notice only for just cause as defined in the Swiss Code of Obligations. Pursuant to the employment agreement the Corporation or Mr. Bruijnzeels may terminate the employment agreement for whatever reason upon the applicable notice period as follows:

<u>Period of Employment</u>	<u>Period of Notice</u>
First 3 months	1 week's notice
4 th month to 1 year inclusive	1 month's notice
2 nd year to 5 th year inclusive	2 months' notice
6 th year to 9 th year inclusive	3 months' notice
10 years and over	6 months' notice

In case Mr. Bruijnzeels' employment agreement with ShaMaran Services SA is terminated within one year following a change of control of ShaMaran Services SA or of the Corporation Mr. Bruijnzeels is entitled to receive within 30 days of termination a lump sum payment of 24 month's base salary then in effect. A change of control in respect of the Corporation shall be deemed to occur if the ultimate parent company of the Corporation is no longer ShaMaran Petroleum Corp. or another person or entity in which one or more members of the Lundin family (including through an investment company or trust) holds the largest shareholding. If Mr. Bruijnzeels' employment agreement is terminated by the Corporation in circumstances other than following a change of control of ShaMaran Services SA or of the Corporation he is entitled to receive within 30 days of termination a lump sum severance payment of 24 month's salary then in effect in addition to any applicable notice period, in accordance with the applicable employment period as described above.

DIRECTORS' COMPENSATION

Certain compensation was earned by directors of the Corporation in their capacity as members of the Board or of a committee of the Board of the Corporation or its subsidiaries, or as consultants or experts, during the Corporation's most recently completed financial year.

To encourage the directors to align their interests with Shareholders, directors are granted incentive stock options pursuant to the Corporation's Stock Option Plan, from time to time.

Director Compensation Table

The following table sets forth the details of compensation provided to directors, other than the Named Executive Officers, during the Corporation's most recently completed financial year:

Name ⁽¹⁾	Fees Earned ⁽²⁾ (\$)	Option-based Awards (\$)	All Other Compensation (\$)	Total (\$)
Keith C. Hill	22,696	Nil	Nil	22,696
Gary S. Guidry	22,696	Nil	Nil	22,696
Brian D. Edgar	22,696	Nil	Nil	22,696
Alexandre Schneider ⁽³⁾	22,696	Nil	Nil	22,696
J. Cameron Bailey ⁽³⁾	27,236	Nil	Nil	27,236

Notes:

- (1) Information pertaining to former director, Mr. Kabra, who was a NEO, is included under "Statement of Executive Compensation – Summary Compensation Table".
- (2) Fees earned have been paid in Canadian dollars and are translated into United States dollars using an average exchange rate for the reporting year of 0.9079 per Canadian dollar.
- (3) Subsequent to the year ended December 31, 2014, Messrs. Alexandre Schneider and J. Cameron Bailey resigned as directors of the Corporation, effective January 19, 2015.

Outstanding option-based awards

The following table sets forth for each director (other than NEOs) all awards outstanding at the end of the most recently completed financial year, including awards granted before the most recently completed financial year. 1,616,577 of these option-based awards had vested as at December 31, 2014.

Name ⁽¹⁾	Option-based Awards			
	Number of securities underlying unexercised options (#)	Option exercise price (\$) ⁽²⁾	Option expiration date	Value of unexercised in-the-money options (\$) ⁽³⁾
Keith C. Hill	500,000	0.36	April 12, 2018	Nil
Gary S. Guidry	250,000	0.36	April 12, 2018	Nil
Brian D. Edgar	250,000	0.36	April 12, 2018	Nil
Alexandre Schneider ⁽⁴⁾	500,000 ⁽⁴⁾	0.36	April 12, 2018 ⁽⁴⁾	Nil
J. Cameron Bailey ⁽⁴⁾	250,000 ⁽⁴⁾	0.36	April 12, 2018 ⁽⁴⁾	Nil

Notes:

- (1) Information pertaining to former director, Mr. Kabra, who was a NEO, is included under "Statement of Executive Compensation – Summary Compensation Table".
- (2) Option exercise prices have been translated from the currency in which the options are granted, Canadian dollars, into the reporting currency of the Corporation, United States dollars, using the exchange rates effective at the grant date.
- (3) Value is calculated based on the difference between the exercise price of the option and the closing price of the Corporation's Common Shares on the Exchange on December 31, 2014, being the last trading day of the Corporation's Common shares for the financial year, which was CAD\$0.11. No value has been given to unexercised options that were out-of-the-money on December 31, 2014.
- (4) Subsequent to the year ended December 31, 2014, Messrs. Alexandre Schneider and J. Cameron Bailey resigned as directors of the Corporation, effective January 19, 2015. The options held by Messrs. Schneider and Bailey cease to be exercisable 90 days after the date of resignation.

Incentive Plan Awards – Value vested or earned during the year

The following table sets forth, for each director, other than those who are also NEOs of the Corporation, the value of all incentive plan awards vested during the year ended December 31, 2014:

Name ⁽¹⁾	Option-based awards – value vested during the year ⁽²⁾⁽³⁾ (\$)	Share-based awards – value vested during the year (\$)	Non-equity incentive plan compensation – value earned during the year (\$)
Keith C. Hill	38,121	Nil	N/A
Gary S. Guidry	19,060	Nil	N/A
Brian D. Edgar	19,060	Nil	N/A
Alexandre Schneider ⁽⁴⁾	38,121	Nil	N/A
J. Cameron Bailey ⁽⁴⁾	19,060	Nil	N/A

Notes:

- (1) Information pertaining to director who is a NEO, is included under “Statement of Executive Compensation – Summary Compensation Table”.
- (2) 1/3 of the options granted to directors vest on the date of grant, an additional 1/3 vest one year from the date of grant and the remaining 1/3 two years from the date of grant.
- (3) Converted to United States dollars using the exchange rate in effect as at the date options vested.
- (4) Subsequent to the year ended December 31, 2014, Messrs. Alexandre Schneider and J. Cameron Bailey resigned as directors of the Corporation, effective January 19, 2015.

Directors’ and Officers’ Liability Insurance

The Corporation maintains insurance for the benefit of its directors and officers and the directors and officers of its subsidiaries, as a group, in respect of the performance of them of the duties of their offices. The total amount of insurance coverage available is up to CAD\$10,000,000, depending on the type of claim, with a deductible of up to CAD\$100,000, depending on the type of claim, for each claim for which the Corporation grants indemnification. The Corporation bears the entire cost of the premiums payable pursuant to this coverage.

SECURITIES AUTHORIZED FOR ISSUANCE UNDER EQUITY COMPENSATION PLANS

Equity Compensation Plan Information

The following table provides information regarding compensation plans under which securities of the Corporation are authorized for issuance to directors, officers, employees and consultants in effect as of the end of the Corporation’s most recently completed fiscal year:

Plan Category	Number of securities to be issued upon exercise of outstanding options, warrants and rights (a)	Weighted-average exercise price of outstanding options, warrants and rights (b)	Number of securities remaining available for future issuance under equity compensation plans (excluding securities reflected in column (a)) (c)
Equity compensation plans approved by security holders	6,755,000	CAD\$0.39	74,343,386
Equity compensation plans not approved by security holders	N/A	N/A	N/A
Total	6,755,000	CAD\$039	74,343,386

The Corporation’s current 10% rolling incentive stock option plan (the “Plan”) governing the issuance of stock options was initially adopted by shareholders at the annual and special meeting held on June 21, 2004. The Plan was amended on April 15, 2011, and most recently ratified and approved by Shareholders on June 18, 2014.

The material terms of the Plan can be summarized as follows:

1. The maximum number of Common Shares that may be issued upon the exercise of stock options granted under the Plan shall not exceed 10% of the issued and outstanding Common Shares of the Corporation at the time of grant, the exercise price of which, as determined by the board of directors in its sole discretion, shall not be less than the closing price of the Corporation’s Common Shares traded through the facilities of the Exchange on the date prior to the date of grant, less allowable discounts, in accordance with the policies of the Exchange, provided that the option price

shall not be less than CAD\$0.10 per share.

2. The board of directors shall not grant options to any one person in any one year which will exceed 5% of the issued and outstanding Common Shares of the Corporation, or to any consultant in any one year which will exceed 2% of the issued and outstanding Common Shares of the Corporation or in any one year period to those persons employed by the Corporation who perform investor relations services which will, in aggregate, exceed 2% of the issued and outstanding Common Shares of the Corporation, as calculated on the date that that option is granted.
3. Shares subject to, but not issued or delivered under an option which expires or terminates, shall again be available for option under the Plan. The maximum term of any option is five years.
4. If the option holder ceases to be an eligible person, being a bona fide consultant, a director, an employee or a management company employee in relation to the Corporation (as those terms are defined in Policy 4.4 of the Exchange) the option shall terminate no longer than 90 days after such person ceases to be in at least one of those categories, or if an optionee dies, within one year after the date of such death. Options granted to an option holder who is engaged in investor relations activities must expire within 30 days after the option holder ceases to be so engaged.
5. The options may be subject to such vesting schedule over time as the board of directors may, in their discretion, implement or as may be required by the Exchange. Options granted to consultants engaged to perform investor relations activities must be subject to vesting requirement, whereby such options must vest in stages over a 12 month period, with no more than 25% of the Shares vesting in any three month period.
6. The options are non-assignable. The Corporation may withhold from the optionee or its agent, as the case may be, any amounts required by applicable legislation to be withheld for any taxes, or otherwise, as a consequence of such participation in the Plan.
7. The Corporation must obtain disinterested shareholder approval for any grant of stock options to insiders within a 12 month period, of a number of options exceeding 10% of the issued share capital of the Corporation.
8. Specific disinterested shareholder approval is required to reduce the exercise price of an option for an optionee who is an insider.
9. The exercise price and the number of Common Shares which are subject to an option may be adjusted from time to time for share dividends, and in the event of amalgamation or merger.

The Corporation does not provide any financial assistance to participants in order to facilitate the purchase of Common Shares under the Plan. As at the date of this Information Circular, there were options outstanding under the Plan to acquire 29,005,000 Common Shares, representing approximately 1.84% of the Corporation's current issued and outstanding shares.

INDEBTEDNESS OF DIRECTORS AND EXECUTIVE OFFICERS

None of the directors or executive officers of the Corporation, proposed nominees for directorship, or associates or affiliates of the said person, have been indebted to the Corporation at any time since the beginning of the last completed financial year of the Corporation.

INTEREST OF INFORMED PERSONS IN MATERIAL TRANSACTIONS

Other than as set out below and in this Circular, and other than transactions carried out in the ordinary course of business of the Corporation, none of the directors or executive officers of the Corporation, a director or executive officer of a person or company that is itself an informed person or subsidiary of the Corporation, nor any shareholder beneficially owning, directly or indirectly, Common Shares of the Corporation, or exercising control or direction over Common Shares of the Corporation, or a combination of both, carrying more than 10% of the voting rights attached to the outstanding shares of

the Corporation nor an associate or affiliate of any of the foregoing persons has since January 1, 2014 (being the commencement of the Corporation's last completed financial year) any material interest, direct or indirect, in any transactions which materially affected or would materially affect the Corporation or any of its subsidiaries.

During the year ended December 31, 2014 the Corporation launched a CAD \$75 million equity rights offering ("Rights Offering") to holders (each a "shareholder") of common shares of the Corporation that was supported by a comprehensive equity support arrangement from Lorito, Zebra and Lundin Petroleum B.V. ("LPBV" or "Lundin Petroleum" and, together with Lorito and Zebra, the "Standby Purchasers"). Lundin Petroleum is a subsidiary of Lundin Petroleum AB, a company which shared and shares common directors and/or officer with the Corporation. As at December 31, 2014, Alexandre Schneider, now former director of the Corporation, was also an officer of Lundin Petroleum AB. As at the date hereof, current director C. Ashley Heppenstall is also a director and officer of Lundin Petroleum AB and current director Chris Bruijnzeels was an officer of Lundin Petroleum AB during the launch of the Rights Offering.

Pursuant to the terms of the Standby Purchase Agreement entered into on October 14, 2014, as amended December 19, 2014, among the Corporation and the Standby Purchasers, the Standby Purchasers agreed, subject to certain terms and conditions, to (i) exercise all of their basic subscription rights and (ii) purchase all common shares not otherwise acquired under the Rights Offering (the "Standby Shares"). Lorito agreed that it will purchase 16.67% of the Standby Shares, Zebra agreed that it will purchase 33.33% of the Standby Shares and Lundin Petroleum agreed that it will purchase 50.00% of the Standby Shares. In exchange for the commitment to provide comprehensive support for the Rights Offering, the Corporation agreed to pay the Standby Purchasers a guarantee fee (the "Guarantee Fee") equal to 3% of the gross proceeds received by the Corporation as a result of the Rights Offering, other than proceeds received by the Corporation through the exercise by the Standby Purchasers of their respective basic subscription privilege payable by the issuance of common shares of the Corporation at the closing quoted market price per common share on the Exchange on the day following the closing of the Rights Offering.

Subsequent to the financial year ended December 31, 2014, the Corporation completed the Rights Offering, of which, certain directors and officers subscribed for an aggregate of 2,525,940 common shares at a price of CAD\$0.10 per common share, as to Chris Bruijnzeels, 2,030,690 common shares, as to Gary Guidry, 93,000 common shares and as to Brenden Johnstone, 402,250 common shares. Pursuant to the Standby Purchase Agreement, the Standby Purchasers subscribed for an aggregate 40,906,078 common shares, as to Lorito, 6,819,043 common shares, as to Zebra, 13,633,996 common shares, and as to Lundin Petroleum, 20,453,039 common shares. In addition, pursuant to the Standby Purchase Agreement, the Standby Purchasers were paid the Guarantee Fee and received an aggregate 14,569,684 common shares of the Corporation at a deemed price of CAD \$0.115 per common share as to Lorito, 2,428,766 common shares, as to Zebra, 4,856,076 common shares, and as to Lundin Petroleum, 7,284,842 common shares.

During the most recently completed financial year, the Corporation incurred fees of \$464,000 for office rental and administrative and technical services from various subsidiary companies of Lundin Petroleum AB.

APPOINTMENT OF AUDITOR

PricewaterhouseCoopers LLP (London), who were elected as the auditors of the Corporation at the 2014 Annual General Meeting, were requested to resign, effective October 1, 2014, in order to facilitate the appointment of PricewaterhouseCoopers AG (Switzerland), Chartered Accountants, as the successor auditors for the Corporation. Accordingly, PricewaterhouseCoopers AG of St. Jakobs-Strasse 25, Postfach, CH-4002 Basel, Switzerland, who have been auditors of the Corporation since October 1, 2014, will be nominated at the Meeting for appointment as the auditor of the Corporation at remuneration to be fixed by the Directors.

As required by section 4.11 of National Instrument 51-102, a copy of the Corporation's reporting package (which includes the Notice of Change of Auditor, a response letter from PricewaterhouseCoopers LLP, and a response letter from PricewaterhouseCoopers AG with respect to the termination of PricewaterhouseCoopers LLP and the appointment of PricewaterhouseCoopers AG as successor auditor of the Corporation, is attached hereto as Schedule "B" to this Circular. The reporting package has been reviewed and approved by the Board of Directors of the Corporation. The audit report of

PricewaterhouseCoopers LLP on the financial statements of the Corporation for the fiscal year ended January 31, 2013 did not contain any reservation.

Unless such authority is withheld, the persons named in the accompanying proxy intend to vote for the appointment of PricewaterhouseCoopers AG, Chartered Accountants, as auditor of the Corporation, at a remuneration to be determined by the directors. PricewaterhouseCoopers A.G., have been the auditors of the Corporation since October 1, 2014.

MANAGEMENT CONTRACTS

No management functions of the Corporation are to any substantial degree performed by a person or company other than the directors or executive officers of the Corporation.

DISCLOSURE OF CORPORATE GOVERNANCE PRACTICE

The Corporation's Board of Directors and management have established certain corporate governance practices which, in the opinion of the Board, are consistent with the overall business of the Corporation and its stage of development. The following represents the disclosure required by National Instrument 58-101 - Disclosure of Corporate Governance Practices ("NI 58-101").

Corporate Governance Practices

National Policy 58-201 - Corporate Governance Guidelines sets out guidelines for effective corporate governance. These guidelines deal with matters such as the constitution and independence of corporate boards, their functions, the effectiveness and education of board members and other items dealing with sound corporate governance. NI 58-101 requires that if management of an issuer solicits proxies from its security holders for the purpose of electing directors, specified disclosure of the corporate governance practices must be included in its management information circular.

The Board of Directors has considered the guidelines set out in NP 58-201 and believes that its approach to corporate governance is appropriate and works effectively for the Corporation and its Shareholders. The following is a description of the Corporation's corporate governance practices which have been approved by the Board.

The Board of Directors

All of the proposed nominees for election as directors at the 2015 Meeting are current directors of the Corporation. The Board of Directors is currently comprised of Keith C. Hill, Chris Bruijnzeels, C. Ashley Heppenstall, Gary S. Guidry, and Brian D. Edgar. With the exception of Mr. Bruijnzeels, all members of the Board of Directors are independent within the meaning of NI 58-101. Mr. Bruijnzeels is not independent as he is the CEO of the Corporation.

The independent directors exercise their responsibilities for independent oversight of management, and are provided with leadership through their position on the Board and ability to meet independently of management whenever deemed necessary.

Directorships

Several of the current directors of the Corporation serve as directors of other reporting issuers. Currently, the following directors serve on the boards of directors of other reporting issuers or reporting issuer equivalent(s) as follows:

Director	Reporting Issuer(s) or Equivalent(s)
Keith C. Hill	<ul style="list-style-type: none">• Africa Oil Corp.• Africa Energy Corp.• BlackPearl Resources Inc.

Director	Reporting Issuer(s) or Equivalent(s)
	<ul style="list-style-type: none"> Petro Vista Energy Corp. Tyner Resources Ltd. TAG Oil Corp.
C. Ashley Heppenstall	<ul style="list-style-type: none"> Lundin Petroleum AB Africa Energy Corp. Etrion Corporation
Brian D. Edgar	<ul style="list-style-type: none"> Denison Mines Corp. Silver Bull Resources, Inc. BlackPearl Resources Inc. Lucara Diamond Corp.
Gary S. Guidry	<ul style="list-style-type: none"> Africa Oil Corp.

During fiscal year ended December 31, 2014, the Board and its committees held the following number of meetings:

Director	BOARD/STANDING COMMITTEES OF THE BOARD									
	Board of Directors (5 meetings) ⁽¹⁾		Audit Committee (4 meetings) ⁽¹⁾		Compensation Committee (1 meeting) ⁽¹⁾		Reserves Committee (3 meetings) ⁽¹⁾		Corporate Governance and Nominating Committee (1 meeting) ⁽¹⁾	
Brian D. Edgar	5	100%	4	100%	-	-	-	-	1	100%
Pradeep Kabra ⁽²⁾	5	100%	-	-	-	-	-	-	-	-
Gary S. Guidry	5	100%	-	-	1	100%	3	100%	-	-
Keith C. Hill	5	100%	-	-	1	100%	-	-	-	-
J. Cameron Bailey ⁽²⁾	5	100%	4	100%	-	-	2	66%	1	100%
Alexandre Schneider ⁽²⁾	5	100%	4	100%	-	0%	3	100%	-	0%

Note:

⁽¹⁾ Represents number of meetings the director/committee member was eligible to attend.

⁽²⁾ Subsequent to the year ended December 31, 2014, Messrs. Pradeep Kabra, Alexandre Schneider and J. Cameron Bailey resigned as directors of the Corporation and Messrs. Chris Bruijnzeels, and C. Ashley Heppenstall were appointed as directors of the Corporation, effective January 19, 2015.

Orientation and Continuing Education

The measures that the Board of Directors takes in connection with orienting new Board members regarding the role of the Board, its directors, the committees of the Board and the nature and operation of the Corporation's business include providing each new member with information concerning the role and responsibilities of a public company director and discussing with new members the Corporation's operations.

The Corporation encourages continued education for its directors. The Board ensures that all directors are kept apprised of changes in the Corporation's operations and business and changes in the regulatory environment affecting the Corporation's day to day business. The Corporation's outside legal counsel also provides directors and senior officers with summary updates of any developments relating to the duties and responsibilities of directors and officers and corporate governance matters. The Corporation through its legal counsel has commenced a series of seminars and webcasts on topics of relevance to the directors.

Ethical Business Conduct

The Corporation is committed to conducting its business in compliance with the law and the highest ethical standards. Accordingly, the Corporation has adopted a written Code of Business Conduct and Ethics, as amended (the "Code") applicable to directors, officers and all employees of the Corporation. Directors, officers or employees who have concerns or questions about violations of laws, rules or regulations, or of the Code, are required to report them to the Corporation's legal counsel. Following the receipt of any complaints submitted hereunder, the Corporation's legal counsel will investigate each matter so reported and report to the Board which will take corrective disciplinary actions, if appropriate, up to and

including termination of employment. The Corporation encourages all directors, officers, and employees to report promptly any suspected violation of the Code to the Corporation's legal counsel. The Corporation does not tolerate any retaliation for reports or complaints regarding suspected violations of the Code that were made in good faith. There has been no departure from the Code during the Corporation's most recently completed financial year.

All directors, officers and employees have an obligation to act in the best interest of the Corporation. Any situation that presents an actual or potential conflict between a director, officer or employee's personal interests and the interests of the Corporation are to be reported to the Corporation's legal counsel.

The Code is available on the Corporation's website at www.shamaranpetroleum.com, and is available on the Canadian System for Electronic Document Analysis and Retrieval (SEDAR) website which may be accessed at www.sedar.com.

In addition to the Code the Corporation has adopted policies to assist in the conduct of ethical business which include the following:

- an Internal Employee Alert Policy to encourage employees, officers and directors to raise concerns regarding accounting, internal controls or auditing matters, on a confidential basis free from discrimination, retaliation or harassment.
- a Blackout Period Policy for its directors, executive officers and senior management of the Corporation to raise the general level of awareness of the trading and confidential obligations of directors, executive officers and senior management. All directors, executive officers and senior management are expected to comply with the Blackout Period Policy.
- a Corporate Disclosure Policy to ensure effective communication between the Corporation, its shareholders and the public.

Nomination of Directors and Assessment

The Corporate Governance and Nominating Committee is currently comprised of three directors: Messrs. Brian D. Edgar (Chair), Keith Hill and Gary Guidry. All members are considered independent within the meaning of NI 58-101. The Corporate Governance and Nominating Committee is responsible for developing and monitoring the Corporation's approach to corporate governance issues. The Committee oversees the effective functioning of the Board, oversees the relationship between the Board and management, ensures that the Board can function independently of management at such times as is desirable or necessary, identifies individuals qualified to become new Board members and recommends to the Board the director nominees at each annual meeting of shareholders and, with the assistance of the Board and where necessary, develops an orientation and education program for new recruits to the Board. In identifying possible nominees to the Board, the Corporate Governance and Nominating Committee considers the competencies and skills necessary for the Board as a whole, the skills of existing directors and the competencies and skills each new nominee will bring to the Board, as well as whether or not each nominee will devote sufficient time and resources to the Board. The Corporate Governance and Nominating Committee also annually reviews and makes recommendations to the Board with respect to: (i) the size and composition of the Board; (ii) the appropriateness of the committees of the Board; and (iii) the effectiveness and contribution of the Board, its committees and individual directors, having reference to their respective mandates, charters and position descriptions. The Corporate Governance and Nominating Committee meets at least once annually.

Compensation

As at the fiscal year ended December 31, 2014, the Compensation Committee was comprised of three directors, Alexandre Schneiter, Gary S. Guidry (Chair) and Keith C. Hill, all of whom were considered independent directors. As at the date hereof, the Compensation Committee is comprised of three directors, Keith C. Hill (Chair), C. Ashley Heppenstall, and Brian Edgar, all of whom are considered independent directors. The Compensation Committee evaluates the CEO's performance and establishes executive and senior officer compensation, determines the general compensation structure, policies and programs of the Corporation, including the extent and level of participation in incentive programs in conjunction with the Board, and delivers an annual report to shareholders on executive compensation. The Compensation Committee has also been mandated to review the adequacy and form of the compensation of directors and to ensure that such compensation

realistically reflects the responsibilities and risk involved in being an effective director. The Compensation Committee meets at least annually. The Compensation Committee's role in the compensation of directors and the CEO of the Corporation is further described under "Compensation Discussion and Analysis".

Board Committees

At the present time, the Board has four (4) standing committees: the Audit Committee, the Compensation Committee, as described above, the Corporate Governance and Nominating Committee, as described above, and the Reserves Committee, described below. Disclosure with respect to the Audit Committee, as required by NI 52-110 – *Audit Committee*, is contained under the heading "Audit Committee and National Instrument 52-110, Audit Committees ("NI 52-110") Disclosure" and in Schedule "A" to this Circular.

Reserves Committee

During 2010, the Corporation established a Reserves Committee of the Board. The Reserves Committee is comprised of three independent directors: namely, Gary S. Guidry (Chair), Keith Hill and C. Ashley Heppenstall. The Reserves Committee has the responsibility in general for developing the Corporation's approach to the reporting of oil and gas reserves and other oil and gas information required to be publicly disclosed. The Reserves Committee's mandate prescribes the methodology that the Corporation and the independent evaluator selected by management and approved by the Reserves Committee will adhere to in the calculation of oil and gas reserves and the valuation of those reserves. The Reserves Committee must meet at least annually.

PARTICULARS OF OTHER MATTERS TO BE ACTED UPON

Annual Approval of 10% Rolling Stock Option Plan

As noted under "Securities Authorized for Issuance Under Equity Compensation Plans", the Corporations' current 10% rolling stock option Plan governing the issuance of stock options was initially adopted by shareholders at the annual and special meeting held on June 21, 2004, amended on April 15, 2011, and most recently ratified and confirmed by Shareholders on June 18, 2014. See "Securities Authorized for Issuance Under Equity Compensation Plans" for the terms and conditions governing the Plan.

A copy of the Plan may be inspected at the head office of the Corporation, Suite 2000, 885 West Georgia Street, Vancouver, British Columbia, V6C 3E8 during normal business hours and at the Meeting. In addition, a copy of the Plan will be mailed, free of charge, to any holder of Common Shares who requests a copy, in writing, from the Assistant Corporate Secretary of the Corporation. Any such requests should be mailed to the Corporation, at its head office, to the attention of the Assistant Corporate Secretary.

The policies of the Exchange require that rolling plans be approved by shareholders on a yearly basis. Accordingly, Shareholders are being asked to pass an ordinary resolution to ratify and confirm the Plan as adopted by the Board which permits the issuance of up to 10% of the issued and outstanding Common Shares of the Corporation from time to time. To be effective, the resolution must be passed by a simple majority of the votes cast thereon by Shareholders present in person or by proxy at the Meeting. If the resolution to approve the Plan is not approved by Shareholders of the Corporation, all unallocated stock options will be cancelled and the Corporation will not be permitted to make any further grants until Shareholder approval is obtained.

Shareholders will be asked to pass an ordinary resolution, in substantially the following form to re-approve the Plan:

"BE IT RESOLVED AS AN ORDINARY RESOLUTION THAT:

1. the 10% Rolling Stock Option Plan of the Corporation, as adopted by the Board of Directors, and as described in the Corporation's Circular dated May 8, 2015, be and is hereby approved and ratified, and the Corporation be and is hereby authorized to reserve for issuance pursuant to the 10% Rolling Stock Option Plan up to 10% of the issued and outstanding common shares of the Corporation from time to time;

2. the Board of Directors be and is hereby authorized on behalf of the Corporation to make any amendments to the 10% Rolling Stock Option Plan as may be required by regulatory authorities or otherwise made necessary by applicable legislation, without further approval of the shareholders of the Corporation, in order to ensure the adoption and efficient function of the 10% Rolling Stock Option Plan; and
3. any director or officer of the Corporation be and is hereby authorized and directed to do such things and to execute and deliver all such instruments, deeds and documents, and any amendments thereto, as may be necessary or advisable in order to give effect to the foregoing resolutions, and to complete all transactions in connection with the implementation of the 10% Rolling Stock Option Plan.”

The directors of the Corporation believe the passing of the foregoing ordinary resolution is in the best interests of the Corporation and recommend that Shareholders of the Corporation vote in favor of the resolution.

The persons named as proxies in the enclosed Proxy intend to cast the votes represented by proxy in favor of the foregoing resolution unless the holder of Common Shares who has given such proxy has directed that the votes be otherwise cast.

ANY OTHER MATTERS

Management of the Corporation knows of no other matters which will be brought before the Meeting, other than those referred to in the Notice of Meeting. Should any other matters properly be brought before the Meeting, the Common Shares represented by the proxies solicited hereby will be voted on those matters in accordance with the best judgment of the persons voting such proxies.

ADDITIONAL INFORMATION

Additional information relating to the Corporation and its business activities is available on SEDAR website located at www.sedar.com “Corporation’s profiles” – ShaMaran Petroleum Corp”. Financial information regarding the Corporation is provided in the Corporation’s consolidated annual financial statements and related management’s discussion and analysis (“**MD&A**”) for its most recently completed financial year and may be viewed on the SEDAR website at the location noted above.

Copies of the consolidated financial statements and related MD&A, for the fiscal year ended December 31, 2014, may be accessed on the Corporation’s website at www.shamaranpetroleum.com or Shareholders may contact the Corporation to request copies of the consolidated financial statements, and MD&A, as follows:

E-mail: info@shamaranpetroleum.com
Telephone: 604-689-7842
Mail: ShaMaran Petroleum Corp.
Suite 2000, 885 West Georgia Street
Vancouver, B.C., V6C 3E8
Attn: Investor Relations

SCHEDULE "A"
AUDIT COMMITTEE CHARTER

I. MANDATE

The Audit Committee (the "**Committee**") of the Board of Directors (the "**Board**") of ShaMaran Petroleum Corp. (the "**Corporation**") shall assist the Board in fulfilling its financial oversight responsibilities. The Committee's primary duties and responsibilities under this mandate are to serve as an independent and objective party to monitor:

1. The quality and integrity of the Corporation's financial statements and other financial information;
2. The compliance of such statements and information with legal and regulatory requirements;
3. The qualifications and independence of the Corporation's independent external auditor (the "**Auditor**"); and
4. The performance of the Corporation's internal accounting procedures and Auditor.

II. STRUCTURE AND OPERATIONS

A. Composition

The Committee shall be comprised of three or more members.

B. Qualifications

Each member of the Committee must be a member of the Board.

A majority of the members of the Committee shall not be officers or employees of the Corporation or of an affiliate of the Corporation.

Each member of the Committee must be able to read and understand fundamental financial statements, including the Corporation's balance sheet, income statement, and cash flow statement.

C. Appointment and Removal

In accordance with the By-laws of the Corporation, the members of the Committee shall be appointed by the Board and shall serve until such member's successor is duly elected and qualified or until such member's earlier resignation or removal. Any member of the Committee may be removed, with or without cause, by a majority vote of the Board.

D. Chair

Unless the Board shall select a Chair, the members of the Committee shall designate a Chair by the majority vote of all of the members of the Committee. The Chair shall call, set the agendas for and chair all meetings of the Committee.

E. Sub-Committees

The Committee may form and delegate authority to subcommittees consisting of one or more members when appropriate, including the authority to grant pre-approvals of audit and permitted non-audit services, provided that a decision of such subcommittee to grant a pre-approval shall be presented to the full Committee at its next scheduled meeting.

F. Meetings

The Committee shall meet at least four times in each fiscal year, or more frequently as circumstances dictate. The Auditor shall be given reasonable notice of, and be entitled to attend and speak at, each meeting of the Committee concerning the Corporation's annual financial statements and, if the Committee feels it is necessary or appropriate, at every other meeting. On request by the Auditor, the Chair shall call a meeting of the Committee to consider any matter that the Auditor believes should be brought to the attention of the Committee, the Board or the shareholders of the Corporation.

At each meeting, a quorum shall consist of a majority of members that are not officers or employees of the Corporation or of an affiliate of the Corporation.

As part of its goal to foster open communication, the Committee may periodically meet separately with each of management and the Auditor to discuss any matters that the Committee or any of these groups believes would be appropriate to discuss privately. In addition, the Committee should meet with the Auditor and management annually to review the Corporation's financial statements in a manner consistent with Section III of this Charter.

The Committee may invite to its meetings any director, any manager of the Corporation, and any other person whom it deems appropriate to consult in order to carry out its responsibilities. The Committee may also exclude from its meetings any person it deems appropriate to exclude in order to carry out its responsibilities.

III. DUTIES

A. Introduction

The following functions shall be the common recurring duties of the Committee in carrying out its purposes outlined in Section I of this Charter. These duties should serve as a guide with the understanding that the Committee may fulfill additional duties and adopt additional policies and procedures as may be appropriate in light of changing business, legislative, regulatory or other conditions. The Committee shall also carry out any other responsibilities and duties delegated to it by the Board from time to time related to the purposes of the Committee outlined in Section I of this Charter.

The Committee, in discharging its oversight role, is empowered to study or investigate any matter of interest or concern which the Committee in its sole discretion deems appropriate for study or investigation by the Committee.

The Committee shall be given full access to the Corporation's internal accounting staff, managers, other staff and Auditor as necessary to carry out these duties. While acting within the scope of its stated purpose, the Committee shall have all the authority of, but shall remain subject to, the Board.

B. Powers and Responsibilities

The Committee will have the following responsibilities and, in order to perform and discharge these responsibilities, will be vested with the powers and authorities set forth below, namely, the Committee shall:

Independence of Auditor

1. Review and discuss with the Auditor any disclosed relationships or services that may impact the objectivity and independence of the Auditor and, if necessary, obtain a formal written statement from the Auditor setting forth all relationships between the Auditor and the Corporation, consistent with Independence Standards Board Standard 1.
2. Take, or recommend that the Board take, appropriate action to oversee the independence of the Auditor.
3. Require the Auditor to report directly to the Committee.
4. Review and approve the Corporation's hiring policies regarding partners, employees and former partners and employees of the Auditor and former independent external auditor of the Corporation.

Performance & Completion by Auditor of its Work

5. Be directly responsible for the oversight of the work by the Auditor (including resolution of disagreements between management and the Auditor regarding financial reporting) for the purpose of preparing or issuing an audit report or related work.
6. Review annually the performance of the Auditor and recommend the appointment by the Board of a new, or re-election by the Corporation's shareholders of the existing, Auditor.

7. Pre-approve all auditing services and permitted non-audit services, including the fees and terms thereof, to be performed for the Corporation by the Auditor unless such non-audit services:
 - (a) which are not pre-approved, are reasonably expected not to constitute, in the aggregate, more than 5% of the total amount of revenues paid by the Corporation to the Auditor during the fiscal year in which the non-audit services are provided;
 - (b) were not recognized by the Corporation at the time of the engagement to be non-audit services; and
 - (c) are promptly brought to the attention of the Committee by the Corporation and approved prior to the completion of the audit by the Committee or by one or more members of the Committee who are members of the Board to whom authority to grant such approvals has been delegated by the Committee.

Internal Financial Controls & Operations of the Corporation

8. Establish procedures for:
 - (a) the receipt, retention and treatment of complaints received by the Corporation regarding accounting, internal accounting controls, or auditing matters; and
 - (b) the confidential, anonymous submission by employees of the Corporation of concerns regarding questionable accounting or auditing matters.

Preparation of Financial Statements

9. Discuss with management and the Auditor significant financial reporting issues and judgments made in connection with the preparation of the Corporation's financial statements, including any significant changes in the Corporation's selection or application of accounting principles, any major issues as to the adequacy of the Corporation's internal controls and any special steps adopted in light of material control deficiencies.
10. Discuss with management and the Auditor any correspondence with regulators or governmental agencies and any employee complaints or published reports which raise material issues regarding the Corporation's financial statements or accounting policies.
11. Discuss with management and the Auditor the effect of regulatory and accounting initiatives as well as off-balance sheet structures on the Corporation's financial statements.
12. Discuss with management the Corporation's major financial risk exposures and the steps management has taken to monitor and control such exposures, including the Corporation's risk assessment and risk management policies.
13. Discuss with the Auditor the matters required to be discussed relating to the conduct of any audit, in particular:
 - (a) The adoption of, or changes to, the Corporation's significant auditing and accounting principles and practices as suggested by the Auditor, internal auditor or management.
 - (b) The management inquiry letter provided by the Auditor and the Corporation's response to that letter.
 - (c) Any difficulties encountered in the course of the audit work, including any restrictions on the scope of activities or access to requested information, and any significant disagreements with management.

Public Disclosure by the Corporation

14. Review the Corporation's annual and quarterly financial statements, management discussion and analysis (MD&A) and earnings press releases before the Board approves and the Corporation publicly discloses this information.
15. Review the Corporation's financial reporting procedures and internal controls to be satisfied that adequate procedures are in place for the review of the Corporation's public disclosure of financial information extracted or derived from its financial statements, other than disclosure described in the previous paragraph, and periodically assessing the adequacy of those procedures.
16. Review disclosures made to the Committee by the Corporation's Chief Executive Officer and Chief Financial Officer during their certification process of the Corporation's financial statements about any significant deficiencies in the design or operation of internal controls or material weaknesses therein and any fraud involving management or other employees who have a significant role in the Corporation's internal controls.

Manner of Carrying Out its Mandate

17. Consult with the Auditor, without the presence of management, about the quality of the Corporation's accounting principles, internal controls and the completeness and accuracy of the Corporation's financial statements.
18. Request any officer or employee of the Corporation or the Corporation's outside counsel or Auditor to attend a meeting of the Committee or to meet with any members of, or consultants to, the Committee.
19. Meet with management, any internal auditor and the Auditor in separate executive sessions at least quarterly.
20. Have the authority, to the extent it deems necessary or appropriate, to retain special independent legal, accounting or other consultants to advise the Committee advisors.
21. Make regular reports to the Board.
22. Review and reassess the adequacy of this Charter annually and recommend any proposed changes to the Board for approval.
23. Annually review the Committee's own performance.
24. Provide an open avenue of communication among the Auditor, the Corporation's financial and senior management and the Board.
25. Not delegate these responsibilities other than to one or more independent members of the Committee the authority to pre-approve, which the Committee must ratify at its next meeting, non-audit services to be provided by the Auditor.

C. Limitation of Audit Committee's Role

While the Committee has the responsibilities and powers set forth in this Charter, it is not the duty of the Committee to plan or conduct audits or to determine that the Corporation's financial statements and disclosures are complete and accurate and are in accordance with generally accepted accounting principles and applicable rules and regulations. These are the responsibilities of management and the Auditor.

SCHEDULE "B"

NOTICE OF CHANGE OF AUDITOR

SHAMARAN PETROLEUM CORP.
(the "Company")

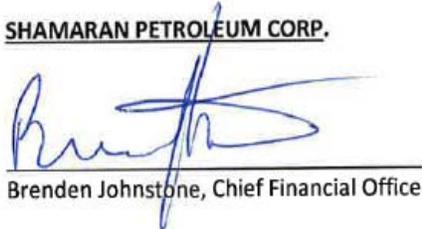
Please be advised that the Company has asked its auditor, PricewaterhouseCoopers LLP, 1 Embankment Place, London, WC2N 6RH (the "Former Auditor") to resign from office effective October 1, 2014, and that PricewaterhouseCoopers AG of St. Jakobs-Strasse 25, Postfach, CH-4002 Basel, Switzerland (the "Successor Auditor") has agreed to act as the Company's auditor commencing on October 1, 2014.

The Company reports that there have been no reservations and no reportable events (as such term is defined by National Instrument 51-102) in the auditor's report of the Former Auditor on the Company's financial statements for the completed fiscal year ended December 31, 2013.

The resignation of the Former Auditor and the appointment of the Successor Auditor were considered and approved by the Company's audit committee and board of directors.

DATED as of the 2nd day of October 2014.

SHAMARAN PETROLEUM CORP.



Brenden Johnstone, Chief Financial Officer



October 07, 2014

To: British Columbia Securities Commission
To: Alberta Securities Commission
To: Ontario Securities Commission

We have read the statements made by Shamaran Petroleum Corp. in the attached copy of change of auditor notice dated October 02, 2014, which we understand will be filed pursuant to Section 4.11 of National Instrument 51-102.

We agree with the statements in the change of auditor notice dated October 02, 2014.

Yours very truly,

PricewaterhouseCoopers LLP

Chartered Accountants

*PricewaterhouseCoopers LLP, 1 Embankment Place, London, WC2N 6RH
T: +44 (0) 20 7583 5000, F: +44 (0) 20 7212 4659, www.pwc.co.uk*

PricewaterhouseCoopers LLP is a limited liability partnership registered in England with registered number OC301528. The registered office of PricewaterhouseCoopers LLP is 1 Embankment Place, London WC2N 6RH. PricewaterhouseCoopers LLP is authorized and regulated by the Financial Conduct Authority for the provision of investment business.

NOTICE OF CHANGE OF AUDITOR

SHAMARAN PETROLEUM CORP.
(the "Company")

Please be advised that the Company has asked its auditor, PricewaterhouseCoopers LLP, 1 Embankment Place, London, WC2N 6RH (the "Former Auditor") to resign from office effective October 1, 2014, and that PricewaterhouseCoopers AG of St. Jakobs-Strasse 25, Postfach, CH-4002 Basel, Switzerland (the "Successor Auditor") has agreed to act as the Company's auditor commencing on October 1, 2014.

The Company reports that there have been no reservations and no reportable events (as such term is defined by National Instrument 51-102) in the auditor's report of the Former Auditor on the Company's financial statements for the completed fiscal year ended December 31, 2013.

The resignation of the Former Auditor and the appointment of the Successor Auditor were considered and approved by the Company's audit committee and board of directors.

DATED as of the 2nd day of October 2014.

SHAMARAN PETROLEUM CORP.



Brenden Johnstone, Chief Financial Officer



October 7, 2014

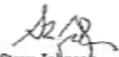
To: British Columbia Securities Commission
To: Alberta Securities Commission
To: Ontario Securities Commission

We have read the statements made by ShaMaran Petroleum Corp. in the attached copy of change of auditor notice dated October 02, 2014, which we understand will be filed pursuant to Section 4.11 of National Instrument 51-102.

We agree with the statements in the change of auditor notice dated October 02, 2014.

Yours very truly,

PricewaterhouseCoopers AG


Steve Johnson
Auditor in charge


Dieter Baumann
Audit expert

PricewaterhouseCoopers AG, St. Jakob-Strasse 25, Postfach, CH-4002 Basel, Switzerland
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NOTICE OF CHANGE OF AUDITOR

SHAMARAN PETROLEUM CORP.
(the "Company")

Please be advised that the Company has asked its auditor, PricewaterhouseCoopers LLP, 1 Embankment Place, London, WC2N 6RH (the "Former Auditor") to resign from office effective October 1, 2014, and that PricewaterhouseCoopers AG of St. Jakobs-Strasse 25, Postfach, CH-4002 Basel, Switzerland (the "Successor Auditor") has agreed to act as the Company's auditor commencing on October 1, 2014.

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The resignation of the Former Auditor and the appointment of the Successor Auditor were considered and approved by the Company's audit committee and board of directors.

DATED as of the 2nd day of October 2014.

SHAMARAN PETROLEUM CORP.

A handwritten signature in blue ink, appearing to read "Brenden Johnstone", is written over a horizontal line.

Brenden Johnstone, Chief Financial Officer