

SCHEDULE “B”

RESERVES COMMITTEE

Reserves Committee Mandate

Policy Statement

Tamarack Valley Energy Ltd. (the “**Corporation**”) has established and maintains a Reserves Committee (the “**Committee**”), composed primarily of independent directors, to assist the Board of Directors (the “**Board**”) in carrying out its oversight responsibility with respect to public reporting related to the Corporation’s petroleum and natural gas reserves reporting and risk management. The Committee will be provided with resources commensurate with the duties and responsibilities set out herein and assigned to it by the Board from time to time, including administrative support. If determined necessary by the Committee, it will have the discretion to institute investigations of improprieties, or suspected improprieties within the scope of its responsibilities, including the standing authority to retain special counsel or experts.

Composition

1. The Committee shall consist of at least three directors appointed by the Board from amongst its members, the majority of whom shall be independent within the meaning of Section 1.4 of *National Instrument 52-110 Audit Committees*.
2. A director appointed by the Board to the Committee shall be a member of the Committee until replaced by the Board or until his or her resignation.
3. The Board shall appoint one member of the Committee to be the chair of the Committee (the “**Chair**”).

Meetings and Operations

1. The Committee shall convene a minimum of three times each year at such times and places as may be designated by the Chairman and whenever a meeting is requested by the Board, a member of the Committee, the external independent engineers (the “**engineers**”) or an officer of the Corporation. Meetings of the Committee shall correspond with the review of the Corporation’s annual independent engineering report process and updates thereto.
2. Notice of each meeting of the Committee shall be given to each member of the Committee and may be extended to the engineers, who shall attend whenever requested to do so by a member of the Committee.
3. A quorum for the transaction of business at a meeting of the Committee shall consist of majority of members of the Committee.
4. A member or members of the Committee may participate in a meeting of the Committee by means of such telephonic, electronic or other communication facilities, as permits all persons participating in the meeting to communicate adequately with each other. A

member participating in such a meeting by any such means is deemed to be present at the meeting.

5. In the absence of the Chair, the members of the Committee shall choose one of the members present to be chairman of the meeting. In addition, the members of the Committee shall choose one of the persons present to be the secretary of the meeting (the “**Secretary**”).
6. The President and Chief Executive Officer and other members of senior management shall be invited to attend meetings of the Committee upon the request of the Committee; subject, however, to the requirement that the Committee (i) hold in camera sessions of the members of the Committee, without management representatives present at every meeting of the Committee, and (ii) meet with the engineers separately and independent of management at every meeting at which the engineers are in attendance.
7. The Secretary shall prepare minutes of each Committee meeting.

Authority and Reporting

1. In discharging its duties and responsibilities, the Committee shall have the authority to:
 - (a) inspect any and all of the books and records of the Corporation, its subsidiaries and affiliates;
 - (b) discuss with the management of the Corporation, its subsidiaries and affiliates and staff of the Corporation, any affected party, contractors and consultants of the Corporation and the engineers, such accounts, records and other matters as any member of the Committee considers necessary and appropriate;
 - (c) engage independent counsel and other advisors as it determines necessary to carry out its duties; and
 - (d) set and pay the compensation for any advisors employed by the Committee.
2. The Committee shall after each meeting, report to the Board the results of its activities and any reviews undertaken and make recommendations to the Board as deemed appropriate.

Primary Duties and Responsibilities

1. The Committee’s primary duties and responsibilities regarding its reserves function are to:
 - (a) assist the Board in respect of annual independent and internal reviews of the Corporation’s petroleum and natural gas reserves and future net revenue;
 - (b) report to the Board on the Corporation’s petroleum and natural gas reserves and recommend to the Board the acceptance and inclusion of the contents of the report from the independent engineers or senior reserve personnel on the Corporation’s

petroleum and natural gas reserves, and in accordance with applicable regulatory requirements; and

- (c) periodically consider the Corporation's operations, production and reserves.
2. The Committee shall in connection with the reserves aspect of the Corporation's business:
- (a) in consultation with the Corporation's senior reserves personnel, meet with the engineers being considered for appointment by the Corporation to review their qualifications and independence to :
 - (i) gain reasonable assurance that the engineers being considered for appointment are technically qualified and competent, and obtain confirmation of the engineer's independence of management of the corporation; and
 - (ii) establish the terms of their engagement;
 - (b) after consultation with the Corporation's senior reserves personnel, recommend to the Board the appointment of the engineers and approve their remuneration;
 - (c) in consultation with the Corporation's senior reserves personnel determine the scope of the reviews of the Corporation's petroleum and natural gas reserves by the engineers, having regard to applicable securities legislation and industry practice;
 - (d) consider the procedures for providing petroleum and natural gas reserves information to the engineers to enable them to provide a report that will comply with applicable securities legislation;
 - (e) in consultation with the Corporation's senior reserves personnel and the engineers, determine whether any restrictions affect the ability of the engineers to report on reserves data and review the reserves data;
 - (f) consider and recommend to the Board the acceptance and inclusion of the contents of the report from the engineers or senior reserves personnel on the Corporation's petroleum and natural gas reserves data for filing with the regulatory authorities;
 - (g) if required, co-ordinate meetings with the Audit Committee, the Corporation's auditors, the Corporation's senior reserves personnel, the engineers and independent consultants, if any, to address matters of mutual interest or concern in respect of the Corporation's evaluation of petroleum and natural gas reserves and future net revenue;
 - (h) review any required Statement of Reserves Data and Other Oil & Gas Information with reference to the requirements of applicable securities legislation;

- (i) review and recommend to the Board for approval all of the Corporation's public disclosure of reserves data and information with reference to the requirements of applicable securities legislation;
- (j) review press releases relating to the Corporation's reserves data and related information with reference to the requirements with applicable securities legislation;
- (k) review any proposal to change the engineers; and
- (l) meet on an annual basis with the Corporation's senior engineering management and the engineers to review and consider the evaluation of the Corporation's petroleum and natural gas reserves and future net revenue.

Other

1. The Committee shall review, on an annual basis this mandate and recommend any changes to the Board.
2. The Committee will perform any other activities consistent with this mandate, the Corporation's bylaws and applicable laws as the Committee or the Board deems necessary or appropriate.

Scope and Reliance

1. Absent actual knowledge to the contrary (which shall be promptly reported to the Board), each member of the Committee shall be entitled to rely on (i) the integrity of those persons or organizations within and outside the Corporation from which it receives information, (ii) the accuracy of the information provided to the Committee by such persons or organizations, and (iii) representations made by management of the Corporation, the external engineers of the Corporation, independent counsel, and other advisors and experts to the Corporation and its subsidiaries.