Imperial
Cold Lake Operations
Cyclic Solvent Process (CSP)

Directive 054 Annual Submission 2025

June 30, 2026

Cyclic Solvent Process (CSP) Short Horizontal Well (SHW) Experimental Pilot

Approval 11604



Imperial | Cold Lake

Background of Scheme

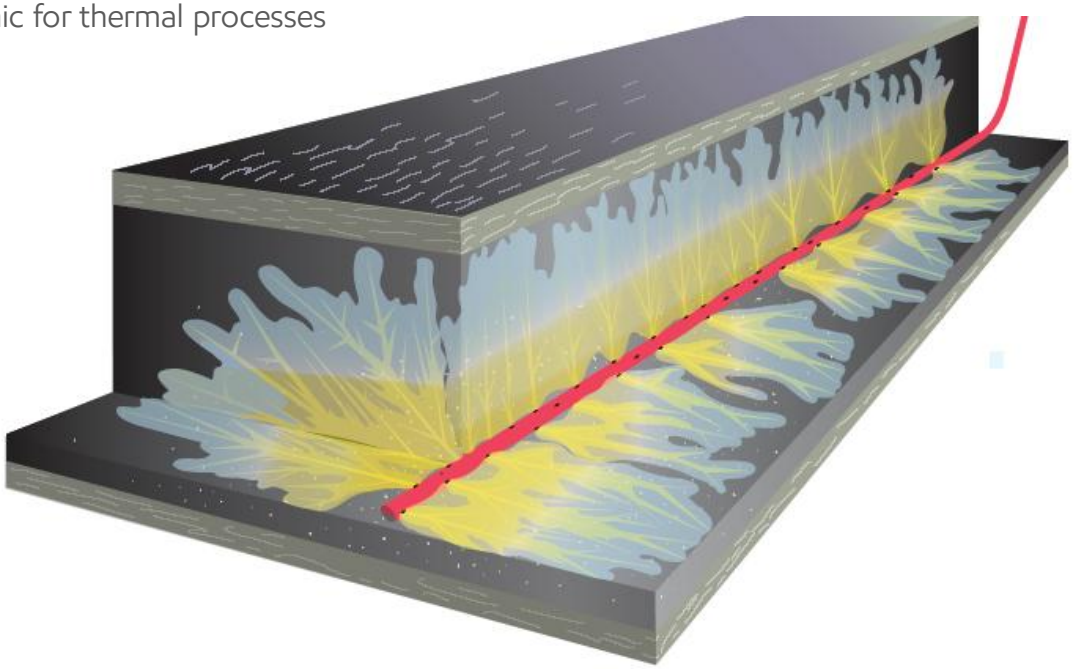
Proprietary

CSP Process Background

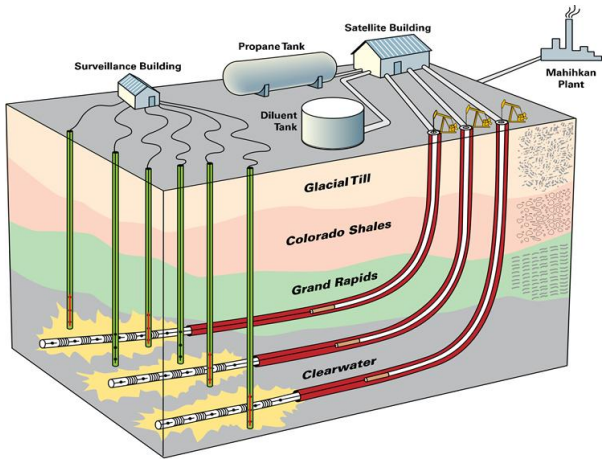
- **Cyclic Solvent Process (CSP) is a non-thermal, in-situ bitumen recovery process**
- **Alternating cycles of solvent injection and solvent-bitumen production via horizontal well**
  - Solvent injected as liquid below formation fracture pressure
  - Solvent penetrates reservoir through viscous fingering, reduces bitumen viscosity
  - Production through gravity segregation, re-compaction, and gas/solvent vaporization
  - Blowdown at end of process can maximize recovery

- **Non-thermal solvent injection has significant benefits**
  - Potential to access reservoir not economic for thermal processes
  - Significant reduction in GHG emissions
  - No fresh water usage

- **CSP research program includes**
  - Short horizontal well pilot
  - Several smaller field trials
  - Laboratory experimental program
  - Simulation study

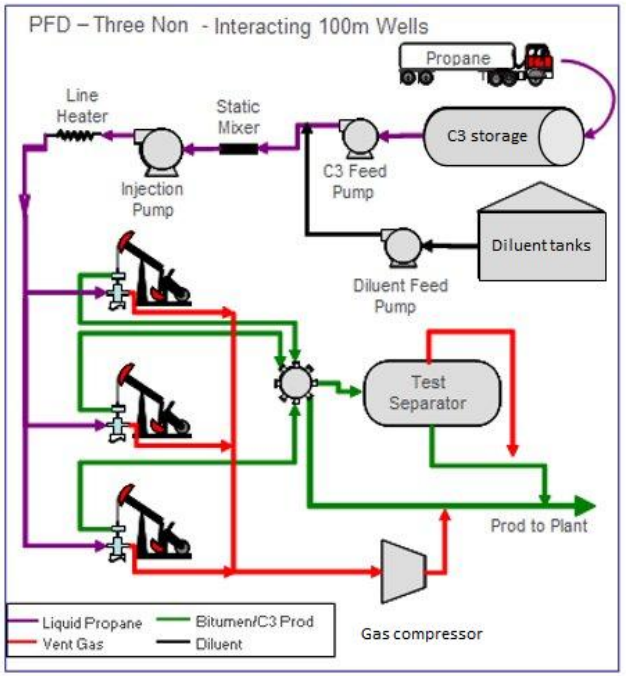


CSP SHW Pilot Background



Pilot Facilities

- Three 100 [m] horizontal injection/production wells equipped with downhole temperature, pressure measurement and electric heaters
- Six observation wells with mix of thermal, pressure and passive seismic monitoring equipment
- Surface
  - Storage for propane, diluent, water, methanol, nitrogen
  - High pressure (solvent, water) injection facilities with heaters
  - Artificial lift
  - Separation and flow measurement by 3-phase separator, 7 Coriolis meters, 4 turbine meters
  - Process heating and heat trace
  - Buried pipeline to connect to field gathering system
- Liquid and gas sampling throughout pilot for compositional analysis
- Measurement, Accounting, and Reporting Plan (MARP) includes metering of solvent, load fluid application and water injection
- Uses existing Mahihkan plant for production gathering and processing



Pilot overall plan

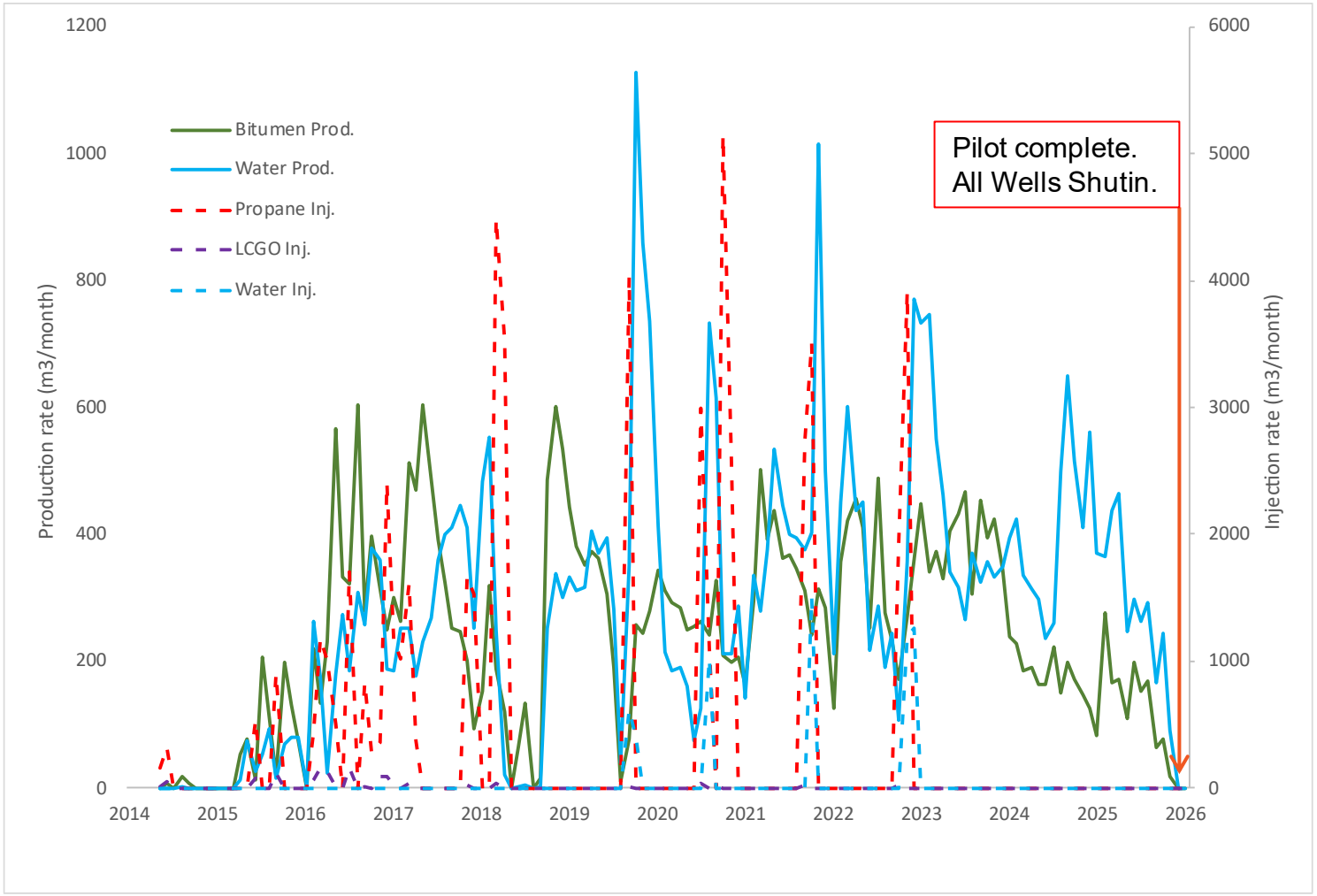
- Each well to inject up to ~14,000 [m^3] of solvent over pilot operation
- Injection includes solvent (propane and diluent) and water
- Three wells to be used to test injection/production scenarios
- Expect to gain technical data and operating experience with the CSP process to assess viability

Imperial | Cold Lake

Subsurface

Proprietary

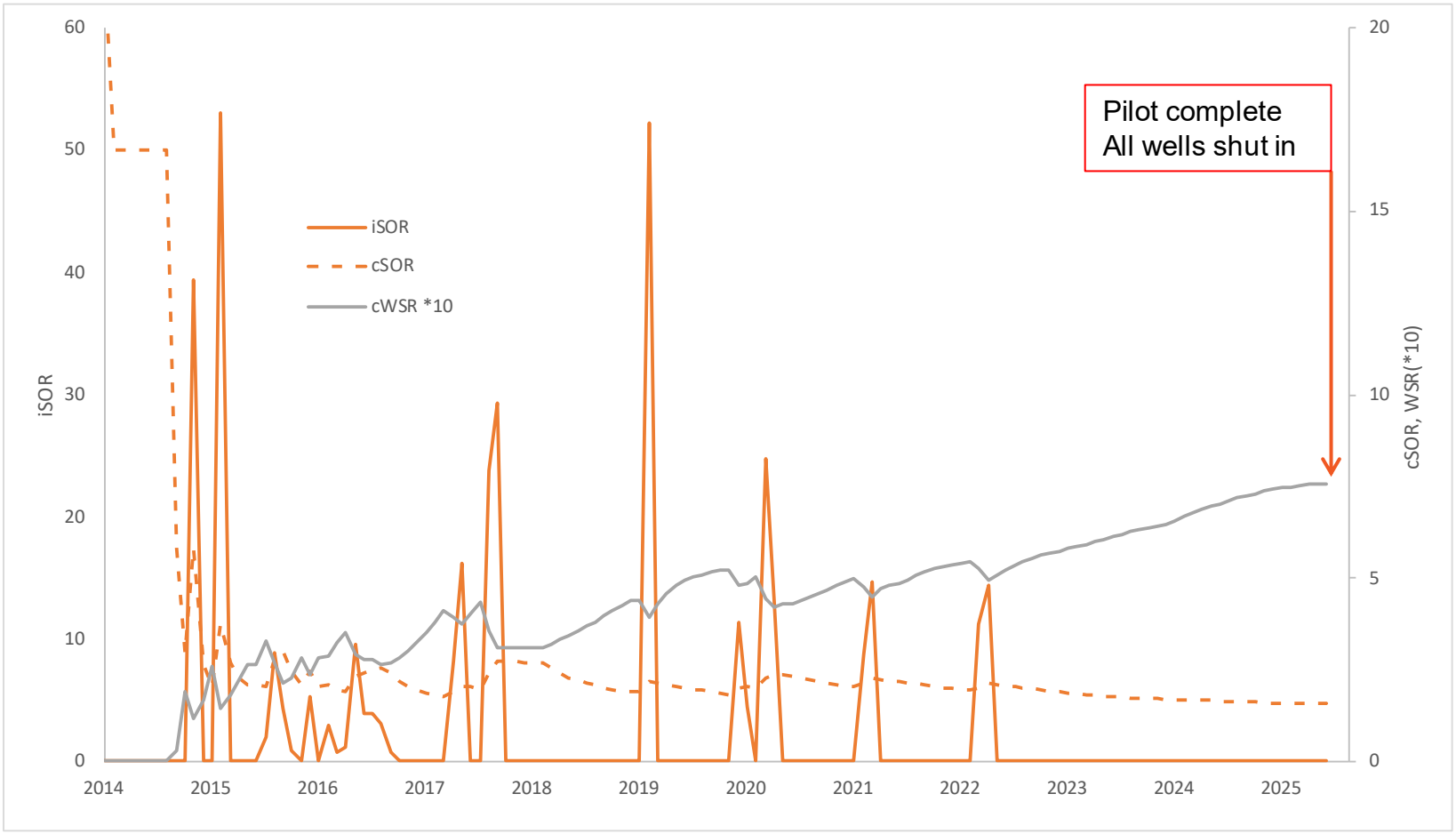
CSP Pilot Production Performance



- Water injection started in 2019 for water-chase enhancement trial
- All three wells were actively in production throughout the lifetime of pilot

Imperial | Cold Lake

CSP Pilot Production Performance

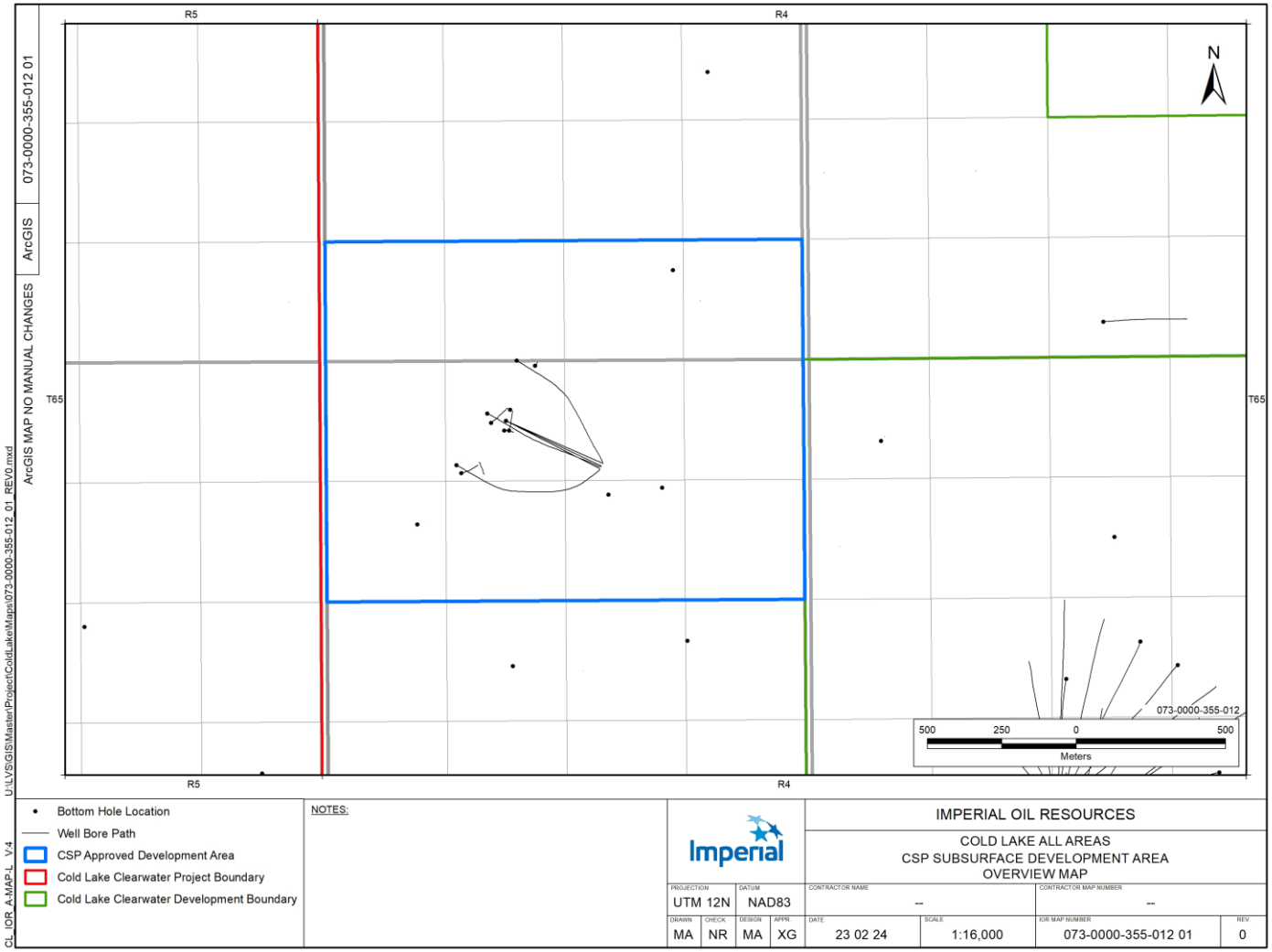


Imperial | Cold Lake

Major Events

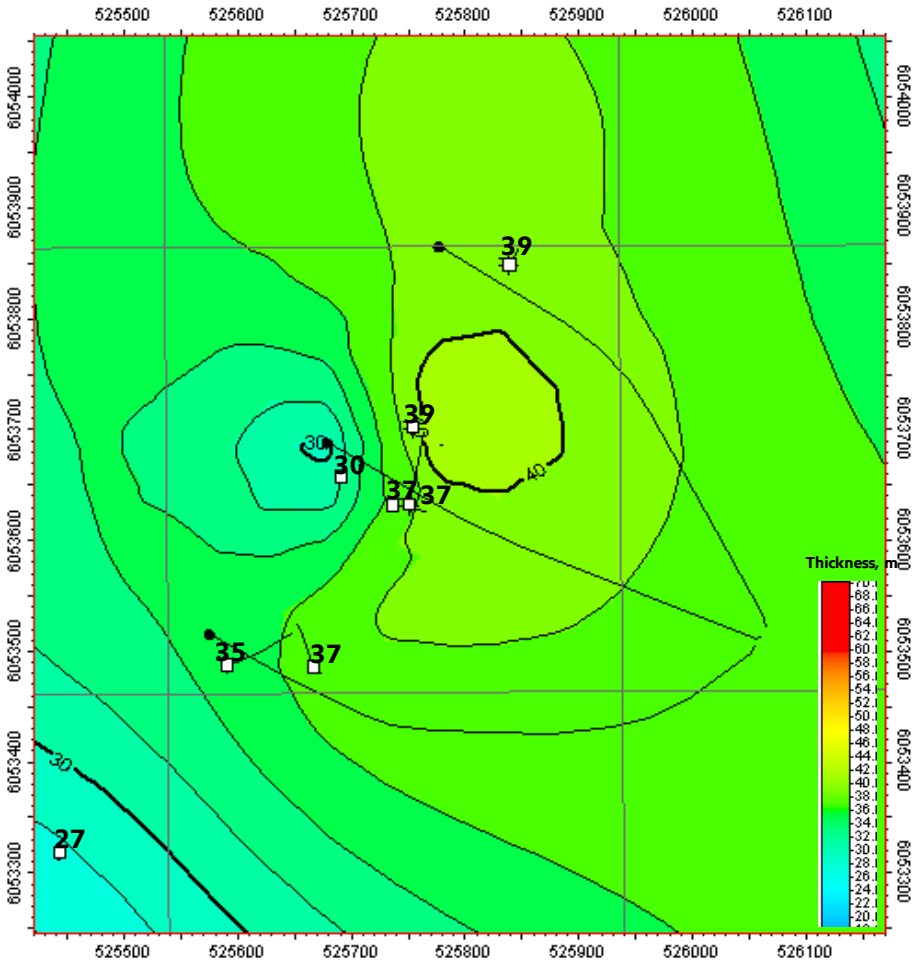
Time	Events
June 2014 – Aug 2014	Pilot interruption due to heavy liquid formation in the surface facility (e.g. wellhead, test separator, group line and pipeline) and hydrate formation in the pipeline causing multiple plugging issues
Sept 2014 – April 2015	Develop pilot facility and operational solution with main focus on the flow assurance solvent study and facility changes/upgrades
June 2015 – Dec 2016	Light Catalytic Gas Oil (LCGO) co-injection with solvent
Dec 2015 – Feb 2016	Facility changes implemented including pipeline upgrading, surface liquid system boosting and change in vent gas system
Mar 2018 – Oct 2018	Pilot interruption due to major pipeline plugging and associated integrity program
Sept 2019 – Dec 2025	CSP enhancement water-chase trial at pilot
Oct 2022 – Dec 2025	Isotope tracer utilized to verify potential inter-well communication
Dec 2025	Pilot complete. Wells shut in.

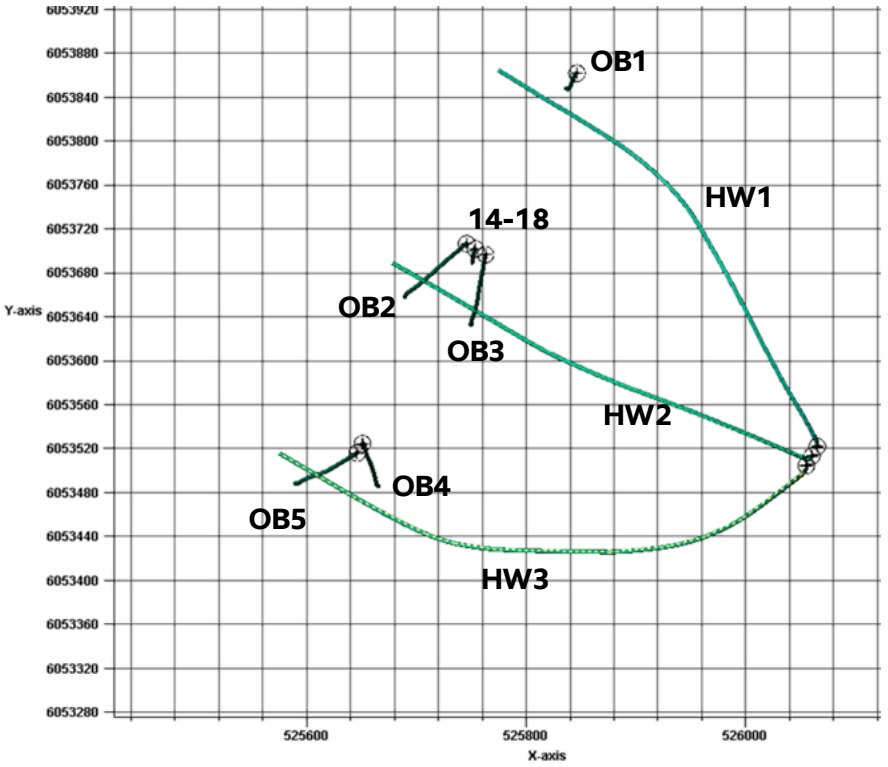
Drilled/Approved Map

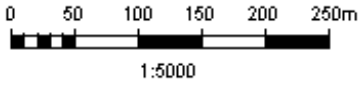


Imperial | Cold Lake

Isopach of Net Pay (Bit 4wt% cut-off)







Map	
Country	Scale 1:5000
Block	Contour inc 2
License	User name jbcart2
Model name	Date 02/21/2023
Horizon name	Signature

Imperial | Cold Lake

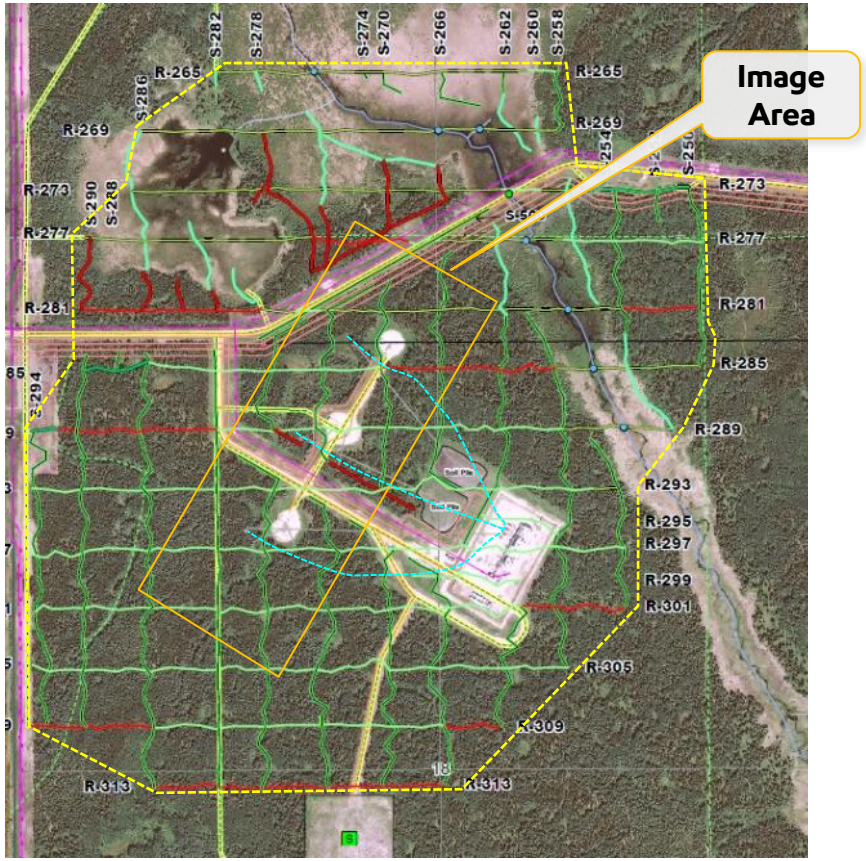
Gas/Water Intervals

- Geological interpretation shows no bottom water or top gas is in contact with the resource in the CSP pilot area

Geomechanical Anomalies

- No observed geomechanical anomalies within pilot area

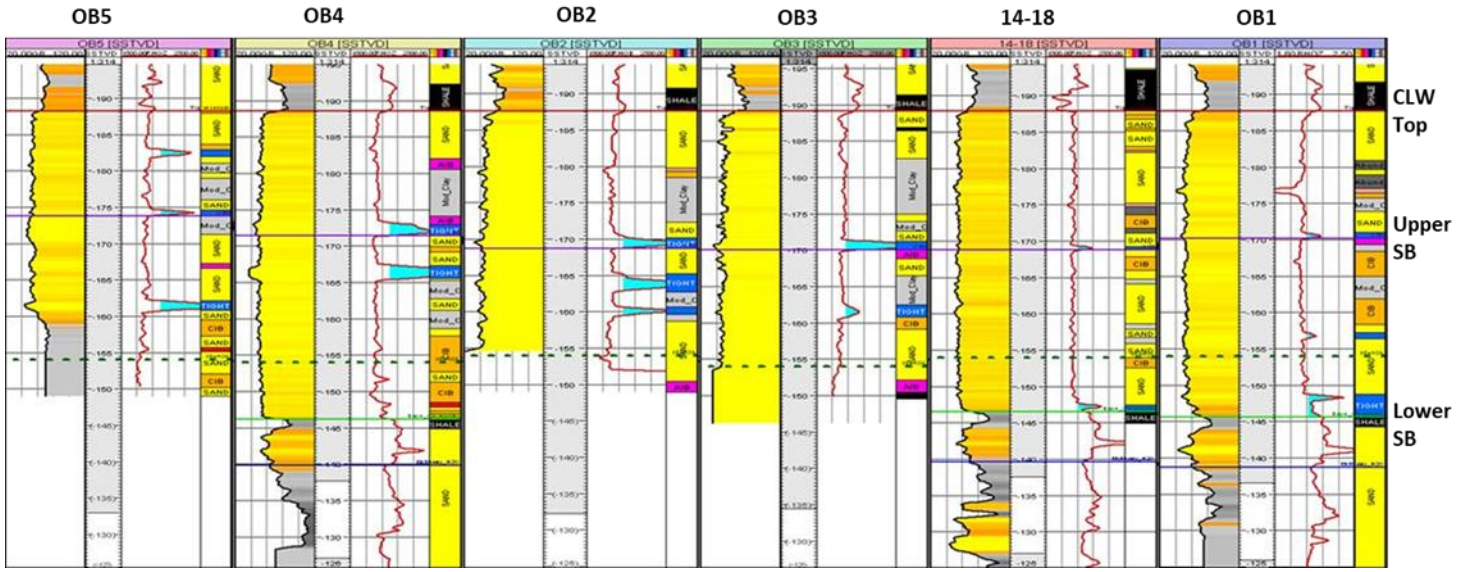
Seismic Acquisition

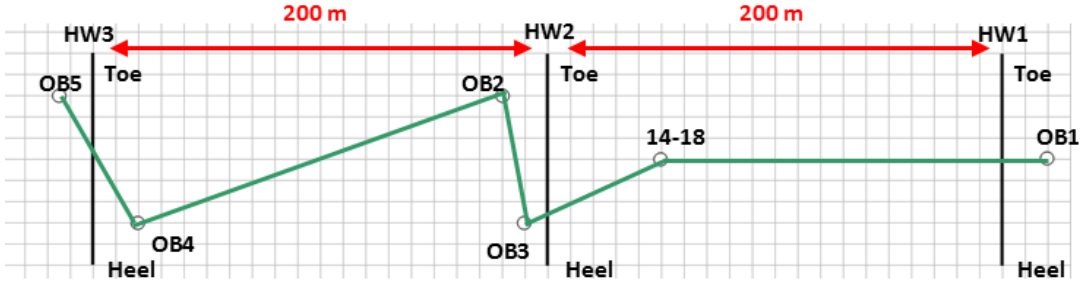


- Three seismic monitors (M1, M2 and M3) were conducted on CSP pilot area
  - M1: Dec 18, 2016
  - M2: Feb 8, 2017
  - M3: Dec 10, 2017
- Work began in 2025 to acquire another monitor survey in 2026

Imperial | Cold Lake

Representative Well Cross Section





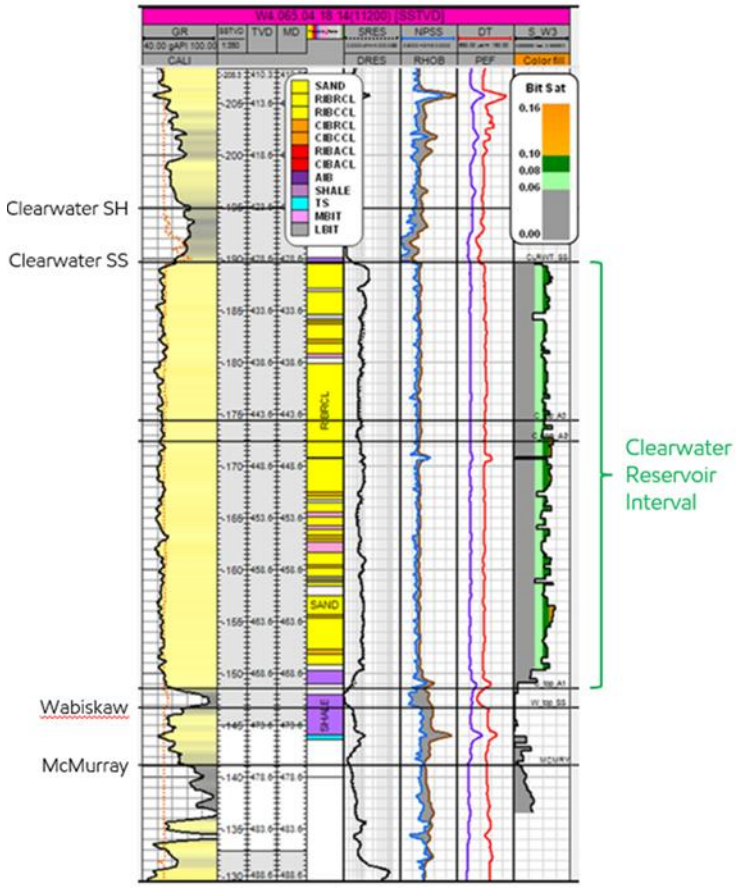
- Pay zone and primary target is annotated
- No top gas and bottom water observed

Imperial | Cold Lake

Average Reservoir Properties and Original Bitumen in Place (OBIP)

Reservoir Properties	Value
Depth	Clearwater @ 400m
Environment of Deposition (EOD)	Deltaic
Reservoir characterization	• Characterized as "thick-lean" sand-rich reservoir • Contain two sequences (or reservoir units) separated by a tight streak
Gross thickness	~35m
Average net pay thickness	~25-30m
Average porosity	~0.35
Average bitumen wt%	~8.6% (5% to 12% range)
Average permeability	~1.0-1.7 Darcy
Bitumen viscosity	~100,000 to 1 million cp

Area	OBIP (*1000 m3)	EBIP (*1000 m3)	Drainage Area (sq km)	Recovery% to YE 2025
Development area	10166	4067	1.92	0.33%
Combined active well area	318	127	0.06	10.7%



- CSP pilot project area is within Cold Lake operation approval 8558
- Ultimate recovery is referred to the bitumen recovery at YE2025

Imperial | Cold Lake

Co-injection

Co-injection

- Primary solvent propane has been co-injected with flow assurance solvent in early stage of CSP pilot (HW1 cycle 1-3 and HW3 cycle 1-5) to study the impact on injectivity, and mitigate potential flow assurance problem
- No co-injection implemented in the rest of cycles for HW1 and HW3
- No co-injection tested for HW2 all cycles

Injection strategy

- LCGO (Light Catalytic Gas Oil) is used for co-injection
- Two types of concentration have been tested, i.e. 6% and 12%
- LCGO recovery during production is around 75%-90%

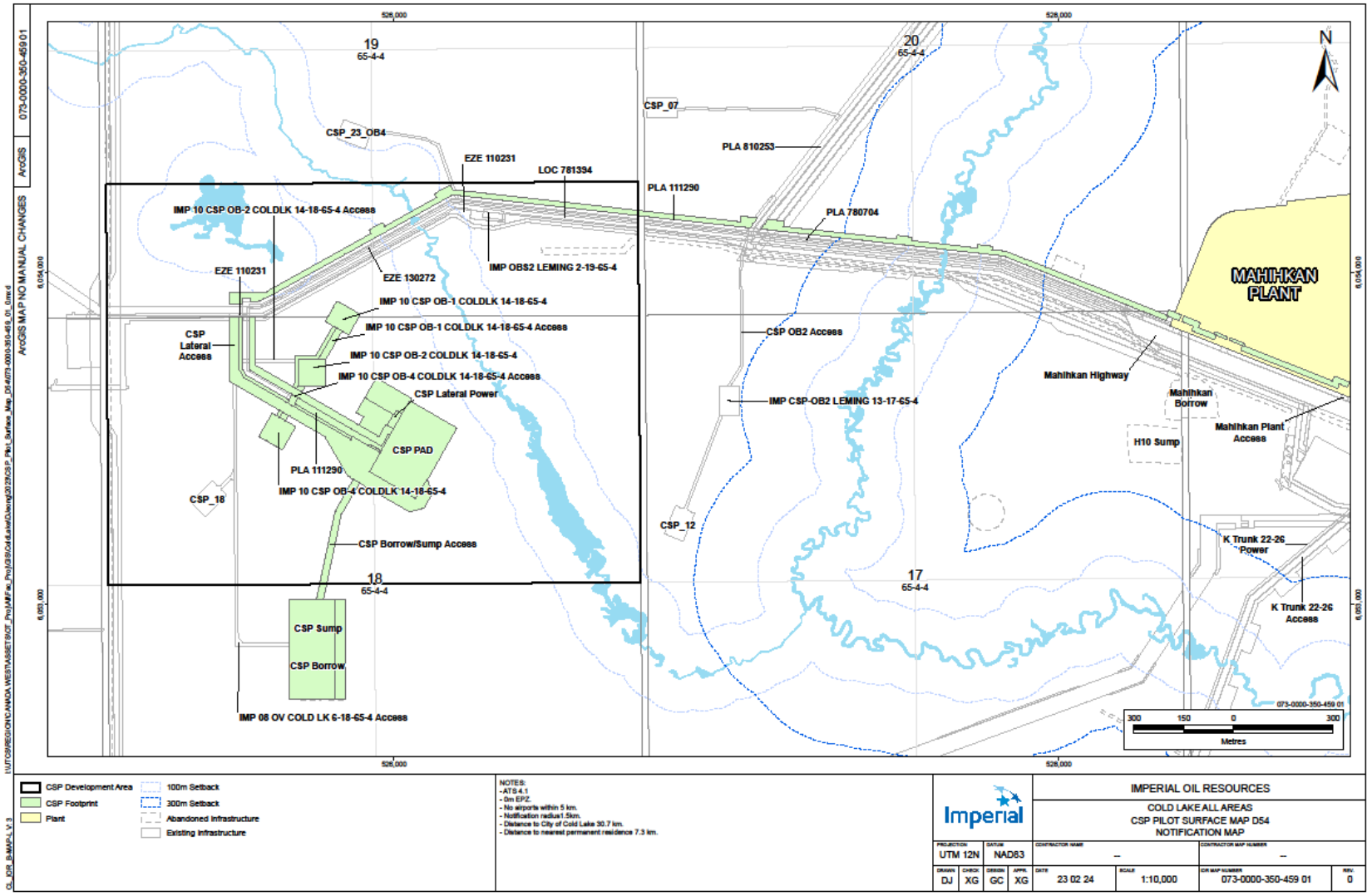
Co-injection impact

- Main objective of LCGO co-injection is to enhance the injectivity during injection
- The LCGO co-injection doesn't impact the overall CSP production
- The injection strategy (no co-injection) applied on HW2 demonstrated that injectivity is not significantly impacted by LCGO
- The LCGO co-injection was phased out for the remaining cycles

Surface

Proprietary

Built and Planned Surface Infrastructure

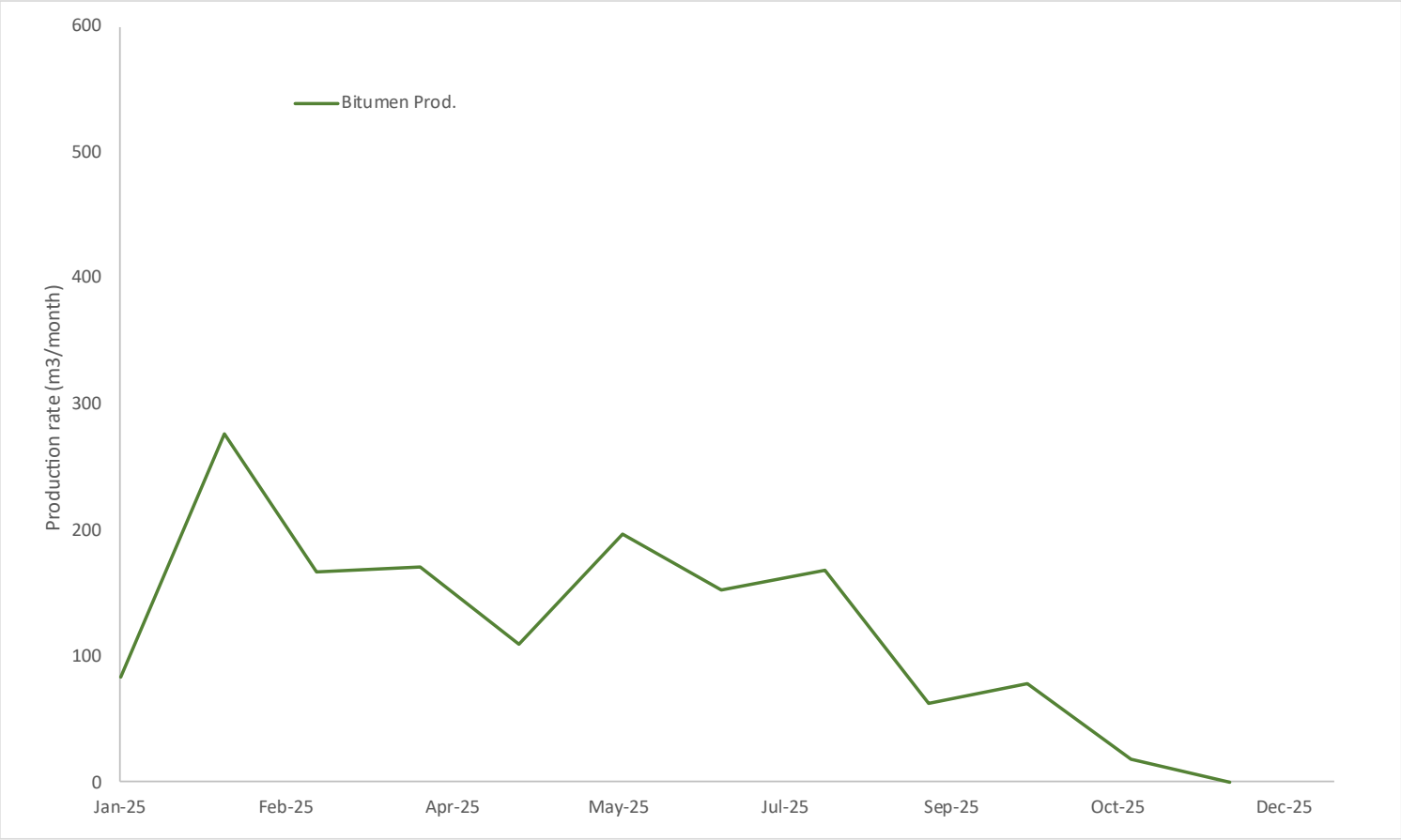


Imperial | Cold Lake

Facility Modifications

- No modifications implemented to the central processing facility at CSP pilot in 2025 that required AER application approval

Comparison of Annual Operational Rate to Design



- CSP production sent to Mahihkan plant that is under Cold Lake operation approval 8558 without separate license

Imperial | Cold Lake

Historical and Upcoming Activity

Proprietary

Summary of Suspension and Abandonment Activity

- No suspension and abandonment activities at CSP pilot in 2025

Regulatory and Operational Changes

Regulatory

- No changes in 2025

Operation

- No events occurred in 2025 that could materially affect performance, energy or material balance
- No updates or major technical innovations were conducted in 2025

Account Compliance History

- No reportable incidents, voluntary self-disclosures, contraventions and associated remediation occurred at CSP pilot project in 2025

Scheme's Future Plans

- Pilot completed in December 2025, and wells were shut in.
- A final seismic survey will be completed in 2026.
- Three CSP wells planned to be abandoned in 2026 consistent with regulatory requirements