

Extractive Sector Transparency Measures Act - Annual Report

**VERMILION
ENERGY**



Reporting Entity Name	Vermilion Energy Inc.					
Reporting Year	From	1/1/2018	To:	12/31/2018	Date submitted	4/25/2019
Reporting Entity ESTMA Identification Number	E961953		<input checked="" type="radio"/> Original Submission <input type="radio"/> Amended Report			
Other Subsidiaries Included (optional field)						
For Consolidated Reports - Subsidiary Reporting Entities Included in Report:	E373536 Vermilion Resources, E153688 Vermilion Energy Canada Ltd.					
Not Substituted						
Attestation by Reporting Entity						
<i>In accordance with the requirements of the ESTMA, and in particular section 9 thereof, I attest I have reviewed the information contained in the ESTMA report for the entity(ies) listed above. Based on my knowledge, and having exercised reasonable diligence, the information in the ESTMA report is true, accurate and complete in all material respects for the purposes of the Act, for the reporting year listed above.</i>						
Full Name of Director or Officer of Reporting Entity	Lars Glemser			Date	4/25/2019	
Position Title	Vice President & Chief Financial Officer					

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Reporting Entity Name	Vermilion Energy Inc.		Currency of the Report CAD
Reporting Entity ESTMA Identification Number	E961953		
Subsidiary Reporting Entities (if necessary)	E373536 Vermilion Resources, E153688 Vermilion Energy Canada Ltd.		

Payments by Project

Country	Project Name ¹	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid by Project	Notes ^{2,3}
Canada	Saskatchewan	12,960,000	30,680,000	13,200,000	-	2,020,000	-	-	58,860,000	
Canada	Drayton Valley Gas	-	14,210,000	2,610,000	-	360,000	-	-	17,180,000	
Canada	Drayton Valley Oil	-	14,000,000	2,820,000	-	-	-	-	16,820,000	
Canada	Central Alberta Coal Bed Methane	-	2,390,000	2,690,000	-	-	-	-	5,080,000	
Canada	Manitoba	-	-	300,000	-	-	-	-	300,000	
France	France	25,330,000	-	1,390,000	-	-	-	-	26,720,000	Payments made in EUR.
France	Paris Basin Chaunoy & Champotran	-	15,230,000	-	-	-	-	-	15,230,000	Payments made in EUR.
France	Aquitaine Basin	-	10,600,000	570,000	-	-	-	-	11,170,000	Payments made in EUR.
France	Paris Basin Vert le Grand	-	4,880,000	-	-	-	-	-	4,880,000	Payments made in EUR.
France	Paris Basin Neocomian	-	2,540,000	-	-	-	-	-	2,540,000	Payments made in EUR.
Netherlands	Netherlands	18,170,000	250,000	4,660,000	98,360,000	-	-	-	121,440,000	Payments made in EUR.
Germany	Dümmersee-Uchte	-	3,370,000	-	-	-	-	-	3,370,000	Payments made in EUR.
Germany	Eastern Hannover/East Friesland	-	1,810,000	170,000	-	-	-	-	1,980,000	Payments made in EUR.
Ireland	Corrib	-	-	-	-	-	-	-	-	Gross payments made by a subsidiary of Royal Dutch Shell plc ("Shell") as the operator of Corrib on behalf of Vermilion and its subsidiaries are not included. Shell E&P Ireland Limited's ultimate parent company, Shell, reports under the UK's Report on Payments to Government Regulations 2014 (as amended in December 2015) which enacts domestic rules in line with Directive 2013/34/EU (the EU Accounting Directive (2013)), which is considered a substitutable reporting requirement in another jurisdiction. This joint arrangement is referred to as the "Corrib Project" in Shell's report on payments to government. A wholly-owned subsidiary of Vermilion Energy Inc. acquired Shell E&P Ireland Limited in December 2018, and did not make any payments in its capacity of operator in 2018.
Australia	Wandoo	11,050,000	-	510,000	-	-	-	-	11,560,000	Payments made in AUD.
United States of America	Power River Basin, Wyoming	-	5,370,000	360,000	-	-	-	-	5,730,000	Payments made in USD.
Hungary	Hungary	20,000	760,000	2,190,000	-	-	-	-	2,970,000	Payments made in HUF.
Croatia	Croatia	-	-	1,320,000	-	-	-	-	1,320,000	Payments made in HRK.
Slovakia	Slovakia	-	-	120,000	-	-	-	-	120,000	Payments made in EUR.

Additional Notes:

Payments reported in the ESTMA Report reflect gross payments made directly by Vermilion and its subsidiaries, including payments made in the capacity of operator on behalf of partners. Gross payments made by an operator on behalf of Vermilion and its subsidiaries are not included when the operator is a reporting entity under ESTMA or substitutable reporting requirements in another jurisdiction, such as for the Corrib project in Ireland.

When payments were made in currencies other than Canadian dollars, the payments were converted into Canadian dollars using a weighted average of the exchange rates during the period. The weighted average exchange rates used were:

- 1 EUR = 1.5282 CAD
- 1 USD = 1.3019 CAD
- 1 AUD = 0.9754 CAD
- 1 HRK = 0.1879 CAD
- 1 HUF = 0.0048 CAD