

Extractive Sector Transparency Measures Act - Annual Report

VERMILION
ENERGY



Reporting Entity Name							Vermilion Energy Inc.								
Reporting Year			From	1/1/2017	To:	12/31/2017	Date submitted		5/4/2018						
Reporting Entity ESTMA Identification Number			E961953			<input type="radio"/> Original Submission <input checked="" type="radio"/> Amended Report		Report Version							
								2							
Other Subsidiaries Included (optional field)															
For Consolidated Reports - Subsidiary Reporting Entities Included in Report:							E373536 Vermilion Resources								
Not Substituted															
Attestation by Reporting Entity															
<p><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></p>															
Full Name of Director or Officer of Reporting Entity							Lars Glemser					Date		5/4/2018	
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)	E37536 Vermilion Resources		

Payments by Payee

Country	Payee Name	Departments, Agency etc., with Payee that Received Payments	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid to Payee	Notes
Canada	Government of Alberta		-	23,670,000	2,170,000	-	2,400,000	-	-	28,240,000	Alberta Department of Energy - \$14,000,000 Provincial Treasurer of Alberta - \$11,500,000 Alberta Energy Regulator - \$1,300,000 Alberta Petroleum Marketing Commission - \$540,000 Royalties of \$11,830,000 paid in-kind, the value of in-kind payments was determined using the prevailing commodity prices at the time of transfer.
Canada	Yellowhead County		-	-	2,540,000	-	-	-	-	2,540,000	Yellowhead County - \$2,440,000
Canada	Government of Saskatchewan		-	1,600,000	180,000	-	260,000	-	-	2,040,000	Saskatchewan Ministry of the Economy - \$2,640,000
Canada	Rural Municipality of Emmettville No. 3		-	-	1,400,000	-	-	-	-	1,400,000	Rural Municipality of Emmettville No. 3 - \$1,400,000
Canada	Northern Sunrise County		-	-	600,000	-	-	-	-	600,000	Northern Sunrise County - \$600,000
Canada	Brazeau County		-	-	480,000	-	-	-	-	480,000	Brazeau County - \$480,000
Canada	Red Deer County		-	-	290,000	-	-	-	-	290,000	Red Deer County - \$290,000
Canada	O'Chiese First Nation		-	-	210,000	-	-	-	-	210,000	O'Chiese First Nation - \$210,000
Canada	Chamwater County		-	-	130,000	-	-	-	-	130,000	Chamwater County - \$130,000
Canada	Ponoka County		-	-	100,000	-	-	-	-	100,000	Ponoka County - \$100,000
France	Coummeries Municipale		-	4,960,000	-	-	-	-	-	4,960,000	Tribune de Coummeries - \$4,960,000
France	Government of the French Republic		3,690,000	-	1,150,000	-	-	-	-	4,840,000	Direction des Grandes Entreprises - \$3,690,000 Trésor Public - \$650,000 Office National des Forêts - \$180,000
France	Arcachon Municipale		-	3,440,000	-	-	-	-	-	3,440,000	Service des Impôts d'Arcachon - \$3,440,000
France	Parentis-en-Born Municipale		-	2,750,000	-	-	-	-	-	2,750,000	Tribune de Parentis-en-Born - \$2,750,000
France	Gironde Departement		-	2,460,000	250,000	-	-	-	-	2,710,000	Tribune Generale de Gironde - \$2,710,000
France	Seine et Marne Departement		-	2,350,000	-	-	-	-	-	2,350,000	Tribune Generale de Seine et Marne - \$2,350,000
France	Montargis Municipale		-	1,720,000	-	-	-	-	-	1,720,000	Montargis Municipale - \$1,720,000
France	La Ferté Aube Municipale		-	1,640,000	-	-	-	-	-	1,640,000	Tribune de la Ferté Aube - \$1,640,000
France	Landes Departement		-	1,450,000	-	-	-	-	-	1,450,000	Tribune Generale des Landes - \$1,420,000
France	Mélan Municipale		-	1,420,000	-	-	-	-	-	1,420,000	Service des Impôts Particuliers Mélan - \$1,420,000
France	Garlin Municipale		-	1,330,000	-	-	-	-	-	1,330,000	Tribune de Garlin - \$1,330,000
France	Loiret Departement		-	750,000	-	-	-	-	-	750,000	Direction Regionale Finances Loiret - \$750,000
France	St Genevieve des Bois Municipale		-	370,000	-	-	-	-	-	370,000	Tribune de St Genevieve des Bois - \$370,000
France	Corbell Essonne Municipale		-	360,000	-	-	-	-	-	360,000	Tribune de Corbell Essonne - \$360,000
France	Nangis Municipale		-	230,000	-	-	-	-	-	230,000	Tribune de Nangis - \$230,000
France	Audenge Municipale		-	190,000	-	-	-	-	-	190,000	Tribune de Audenge - \$190,000
France	Protais Municipale		-	140,000	-	-	-	-	-	140,000	Tribune de Protais - \$140,000
France	Bray sur Seine Municipale		-	110,000	-	-	-	-	-	110,000	Tribune de Bray sur Seine - \$110,000
Netherlands	Government of the Netherlands		12,950,000	300,000	3,390,000	57,110,000	-	-	-	73,750,000	Production entitlements of \$57,110,000 paid in-kind, the value of in-kind payments was determined using the prevailing commodity prices at the time of transfer.
Netherlands	Province of Fryslân		-	-	650,000	-	-	-	-	650,000	Province of Fryslân - \$630,000
Netherlands	Municipality of Waalkje		-	-	470,000	-	-	-	-	470,000	Municipality of Waalkje - \$470,000
Germany	Ministry for the Economy, Labour, and Transport of Lower Saxony		-	4,900,000	190,000	-	-	-	-	5,090,000	State Authority for Mining, Energy, and Geology - \$5,090,000
Australia	Commonwealth of Australia		25,610,000	-	1,140,000	-	-	-	-	26,750,000	Australian Taxation Office - \$25,610,000 AUPSTMA - \$1,140,000
United States of America	Government of the United States of America		-	1,660,000	210,000	-	750,000	-	-	2,620,000	Office of Natural Resources Revenue - \$1,710,000 Bureau of Land Management - \$910,000
United States of America	State of Wyoming		-	1,010,000	230,000	-	-	-	-	1,240,000	State of Wyoming - Department of Revenue - \$810,000 Wyoming State Lands and Investments - \$430,000
United States of America	Nebraska County, Wyoming		-	280,000	-	-	-	-	-	280,000	Nebraska County Clerk - \$280,000
Croatia	Government of the Republic of Croatia		-	-	630,000	-	-	-	-	630,000	Croatian Hydrocarbon Agency - \$630,000
Hungary	Government of Hungary		-	-	-	-	300,000	-	-	300,000	Hungarian Office for Mining and Geology - \$300,000

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 = 1.4712 CAD
 1 USD = 1.2783 CAD
 1 AUD = 0.9953 CAD
 1 HRK = 0.2205 CAD

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Payments by Project

Country	Project Name	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid by Project	Notes
Canada	Drayton Valley Oil, Alberta	-	12,400,000	2,730,000	-	-	-	-	15,130,000	Royalties of \$11,630,000 paid in-kind, the value of in-kind payments was determined using the prevailing commodity prices at the time of transfer.
Canada	Drayton Valley Gas, Alberta	-	10,030,000	2,230,000	-	2,400,000	-	-	14,660,000	
Canada	Southeast Saskatchewan	-	1,600,000	1,640,000	-	260,000	-	-	3,500,000	
Canada	Central Alberta Coal Bed Methane	-	1,230,000	1,830,000	-	-	-	-	3,060,000	
France	Aquitaine Basin	-	11,620,000	270,000	-	-	-	-	11,890,000	Payments made in EUR.
France	Paris Basin Chaunoy & Champotran	-	9,230,000	-	-	-	-	-	9,230,000	Payments made in EUR.
France	France	3,690,000	-	1,130,000	-	-	-	-	4,820,000	Payments made in EUR.
France	Paris Basin Neocomian	-	2,470,000	-	-	-	-	-	2,470,000	Payments made in EUR.
France	Paris Basin Vert le Grand	-	2,360,000	-	-	-	-	-	2,360,000	Payments made in EUR.
Netherlands	Netherlands	12,950,000	300,000	4,690,000	57,110,000	-	-	-	75,050,000	Production entitlements of \$57,110,000 paid in-kind, the value of in-kind payments was determined using the prevailing commodity prices at the time of transfer.
Germany	Dümmersee-Uchle	-	3,710,000	160,000	-	-	-	-	3,870,000	Payments made in EUR.
Germany	Eastern Hannover/East Friesland	-	1,190,000	-	-	-	-	-	1,190,000	Payments made in EUR.
Ireland	Corrib	-	-	-	-	-	-	-	-	Gross payments made by the operator of Corrib, Shell E&P Ireland Limited, on behalf of Vermilion and its subsidiaries are not included. Shell E&P Ireland Limited's ultimate parent company, Royal Dutch Shell plc ("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.
Australia	Wandoo	25,610,000	-	1,140,000	-	-	-	-	26,750,000	Payments made in AUD.
United States of America	Power River Basin, Wyoming	-	3,060,000	450,000	-	750,000	-	-	4,260,000	Payments made in USD.
Croatia	Croatia	-	-	1,400,000	-	-	-	-	1,400,000	Payments made in EUR and HRK.
Hungary	Hungary	-	-	-	-	300,000	-	-	300,000	Payments made in EUR.

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