

Extractive Sector Transparency Measures Act - Annual Report



Reporting Entity Name Frontera Energy Corporation

Reporting Year **From** 2018-01-01 **To:** 2018-12-31 **Date submitted** 2019-05-29

Reporting Entity ESTMA Identification Number E570651

Original Submission
 Amended Report

Other Subsidiaries Included
 (optional field)

Not Consolidated

Not Substituted

Attestation by Reporting Entity

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.

Full Name of Director or Officer of Reporting Entity David Dyck **Date** 2019-05-29

Position Title Chief Financial Officer

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Reporting Entity Name	Frontera Energy Corporation		Currency of the Report USD
Reporting Entity ESTMA Identification Number	E570651		
Subsidiary Reporting Entities (if necessary)			

Payments by Payee

Country	Payee Name ¹	Departments, Agency, etc... within Payee that Received Payments ²	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid to Payee	Notes ^(3,4)
Colombia	National Government		26,440,000	117,960,000	43,960,000	-	-	-	-	188,360,000	- U.A.E. Agencia Nacional de Hidrocarburos (Includes Royalties in kind payments of US\$111,385,615 equivalent to 2.3 Mmboe) - Dirección de Impuestos y Aduana Nacionales - Fondo Nacional Ambiental - Superintendencia de Sociedades - Superintendencia de Servicios Públicos - Ministerio de Minas y Energía
Colombia	Parcialidad Indígena La Campana		-	-	-	-	950,000	-	-	950,000	
Colombia	Banco Agrario de Colombia		-	-	410,000	-	-	-	-	410,000	
Colombia	Municipality San Luis de Palenque		-	-	-	-	170,000	-	220,000	390,000	
Colombia	Bogota District Capital		360,000	-	-	-	-	-	-	360,000	
Colombia	Municipality Paz de Ariporo		-	-	-	-	120,000	-	120,000	240,000	
Colombia	Resguardo Indígena Piriri		-	-	-	-	290,000	-	-	290,000	
Colombia	Servicio Geológico Colombiano		-	-	240,000	-	-	-	-	240,000	
Colombia	Municipality Orocué		-	-	-	-	40,000	-	170,000	210,000	
Colombia	Corporación para el Desarrollo Sostenible de La Macarena		-	-	190,000	-	-	-	-	190,000	
Colombia	Municipality Puerto Gaitán		150,000	-	-	-	150,000	-	50,000	350,000	
Colombia	Municipality San Pedro - Sucre		-	-	-	-	210,000	-	10,000	220,000	
Colombia	Municipality Tauramena		-	-	-	-	90,000	-	60,000	150,000	
Colombia	Municipality Yopal		80,000	-	-	-	20,000	-	40,000	140,000	
Colombia	Municipality Barranca de Upia		10,000	-	-	-	80,000	-	20,000	110,000	
Colombia	Municipality Trinidad		-	-	-	-	20,000	-	90,000	110,000	
Colombia	Municipality Cabuyaro		90,000	-	-	-	70,000	-	30,000	190,000	
Colombia	Municipality Mani		-	-	-	-	70,000	-	10,000	80,000	
Colombia	Resguardo Indígena Sikuaní Domo Planas		-	-	-	-	90,000	-	-	90,000	
Colombia	Municipality Ariguani		-	-	-	-	50,000	-	30,000	80,000	
Subtotal Colombia			27,130,000	117,960,000	44,800,000	-	2,420,000	-	850,000	193,160,000	
Peru	National Government		4,710,000	2,040,000	-	-	1,170,000	-	-	7,920,000	- Superintendencia Nacional de Aduanas y de Administración Tributaria - Perupetro S.A.
Peru	Empresa Comunal de Servicios Agropecuarios Jose Olaya		-	-	-	-	1,690,000	-	-	1,690,000	
Peru	Empresa Comunal Nativa 12 de Octubre		-	-	-	-	930,000	-	-	930,000	
Peru	Empresa Comunal de Servicios Generales		-	-	-	-	790,000	-	-	790,000	
Peru	Empresa Comunal de servicios multiples Capahurariyacu de respons. Limi		-	-	-	-	760,000	-	-	760,000	
Peru	Empresa Comunal Porvenir De Responsabilidad Limitada		-	-	-	-	540,000	-	-	540,000	
Peru	Comunidad Nativa Jose Olaya		-	-	-	-	530,000	-	-	530,000	
Peru	Empresa Comunal Antioquia		-	-	-	-	520,000	-	-	520,000	
Peru	Empresa Comunal Los Jardines		-	-	-	-	490,000	-	-	490,000	
Peru	Empresa Comunal Nativos Achuares		-	-	-	-	480,000	-	-	480,000	
Peru	Comunidad Nativa Antioquia		-	-	-	-	330,000	-	-	330,000	
Peru	Empresa Comunal de Servicios Petroleros		-	-	-	-	290,000	-	-	290,000	
Peru	Comunidad Nativa 12 de Octubre		-	-	-	-	270,000	-	-	270,000	
Peru	Asociación de armadores buzos y pescadores artesanales Caleta Grau		-	-	-	-	120,000	-	-	120,000	
Peru	Empresa Comunal de Nuevo Andoas PAS		-	-	-	-	110,000	-	-	110,000	
Peru	Comunidad Nativa Nueva Jerusalen		-	-	-	-	100,000	-	-	100,000	
Peru	Comunidad Nativa Nuevo Andoas		-	-	-	-	100,000	-	-	100,000	
Peru	Comunidad Nativa Alianza Capahuari		-	-	-	-	90,000	-	-	90,000	
Peru	Comunidad Nativa Kashap		-	-	-	-	90,000	-	-	90,000	
Subtotal Peru			4,710,000	2,040,000	-	-	9,400,000	-	-	16,150,000	
Switzerland	National Government		150,000	-	-	-	-	-	-	150,000	Kantonale Steuerverwaltung
Subtotal Switzerland			150,000	-	-	-	-	-	-	150,000	
Total			31,990,000	120,000,000	44,800,000	-	11,820,000	-	850,000	209,460,000	

Additional Notes:

Payments have been reported on a cash accounting basis. All number have been rounded to the nearest US\$10,000. This report includes payments within a category of payment that are made to the same payee, if the total amount of all those payments during the financial year was at least CAD\$100,000 (US\$77,000). For purposes of determining whether a series of payments constitute payments to the same payee under the Act, the Reporting Entity has grouped together departments, ministries, trusts, boards, commissions, corporations, bodies or other authorities that perform or are established to perform a power, duty or function on behalf of a particular level (e.g. national, regional, municipal, local authority) of a particular government.

All amounts are reported in United States (U.S.) dollars, the reporting currency of the reporting entity. Payments denominated in currencies other than US dollars are translated for this report at the exchange rate in effect at the payment date. The following are the weighted average exchange rates to U.S. dollars for 2018:

Colombian Peso 2,956:1
Peruvian Nuevos soles 3.3: 1

Royalties paid in kind have been valued at monthly adjusted realized price. All other payments in kind and infrastructure improvements are reported at historical cost.

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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)
Colombia	Colombia Central	24,510,000	114,910,000	44,180,000	-	2,160,000	-	810,000	186,570,000	Includes Royalties in kind payments of US\$111,385,615 equivalent to 2.3 Mmboe
Colombia	Colombia North	1,120,000	2,240,000	260,000	-	260,000	-	40,000	3,920,000	
Colombia	Entity Level	1,050,000	-	350,000	-	-	-	-	1,400,000	
Colombia	Colombia South	450,000	810,000	10,000	-	-	-	-	1,270,000	
Subtotal Colombia		27,130,000	117,960,000	44,800,000	-	2,420,000	-	850,000	193,160,000	
Peru	Peru	4,710,000	2,040,000	-	-	9,400,000	-	-	16,150,000	
Switzerland	Entity level	150,000	-	-	-	-	-	-	150,000	
Total		31,990,000	120,000,000	44,800,000	-	11,820,000	-	850,000	209,460,000	

Additional Notes³:

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