

**Parex Resources Inc.**  
**Corporate Governance and Nominating Committee Mandate**

**1. Overall Purpose & Objectives**

A standing committee of the Board of Directors (the "**Board**") of Parex Resources Inc. (the "**Corporation**") consisting of members of the Board is hereby appointed by the Board from amongst its members and complying with all other legislation, regulations, agreements, articles and policies to which the Corporation and its business is subject is hereby established and designated as the Corporate Governance and Nominating Committee (the "**Committee**").

In addition to any other duties and responsibilities specifically delegated to it by the Board, the Committee has the general responsibility for developing the Corporation's approach to Corporate Governance and from time to time, will review and make recommendations to the Board as to such matters consistent with applicable regulatory requirements and guidelines.

The Committee will assist the Board in fulfilling its oversight responsibilities by:

- overseeing that the Corporation's corporate governance system is effective and meets regulatory requirements;
- assessing and making recommendations regarding Board and committee mandates and performance;
- providing ongoing training and development for directors as required; and
- establishing a process for identifying, recruiting, appointing, and electing directors of the Corporation.

As the Corporation is a reporting issuer under applicable securities laws the Board adopts this Mandate for the Committee which reflects, among other things, compliance with stock exchange and legal requirements and guidelines for corporate governance practice and disclosure within the Corporation.

**2. Composition**

- (a) The Committee shall be composed of at least three individuals appointed by the Board from amongst its members. The Board shall appoint one member of the Committee as Chair of the Committee (the "**Chair**").
- (b) All members of the Committee shall be Board members who are not members of management of the Corporation ("**Management**"). Subject to certain exemptions that may be available under applicable securities legislation, all members of the Committee must be "independent", as defined in National Instrument 52-110 – *Audit Committees* (as amended or replaced from time to time) of the Canadian Securities Administrators.
- (c) Members of the Committee should have or obtain sufficient knowledge of the Corporation's business, operations and risks, the objectives and goals as detailed in the Corporation's strategic plan, and the Corporation's corporate governance procedures and guidelines.

- (d) A member shall cease to be a member of the Committee upon ceasing to be a director of the Corporation or upon ceasing to be "independent".

### **3. Meetings**

- (a) The Committee shall meet as deemed appropriate by the Chair, but in any event, no less than semi-annually. Special meetings may be convened as required upon the request of the Committee or the officers of the Corporation.
- (b) A quorum shall be a majority of the members of the Committee.
- (c) Effective agendas, with input from Management, shall be circulated to Committee members and relevant Management personnel along with background information on a timely basis prior to the Committee meetings.
- (d) Minutes of each meeting shall be prepared.
- (e) The meetings and proceedings of the Committee shall be governed by the provisions of the by-laws of the Corporation that regulate meetings and proceedings of the Board.
- (f) The Committee may invite such officers, directors and employees of the Corporation, any external advisors or consultants as it may see fit, from time to time, to attend at its meetings and take part in the discussion and consideration of the matters being considered by the Committee.

### **4. Reporting / Authority**

- (a) Following each meeting, the Chair will report to the Board and provide a summary of the meeting.
- (b) Copies of the minutes from all meetings, as well as information and supporting schedules reviewed and discussed by the Committee at any meeting shall be retained and made available for examination by the Board or any director upon request to the Chair.
- (c) The Committee shall have the authority to investigate any activity of the Corporation falling within the terms of this Mandate, and may request any employee of the Corporation to cooperate with any request made by the Committee, including any investigation in accordance with the Corporation's Whistleblower Policy, and as delegated by the Board of Directors.
- (d) The Committee may retain external persons having special expertise and obtain independent professional advice to assist in fulfilling its responsibilities at the expense of the Corporation and approve the terms of retainer and the fees payable to such parties.

### **5. Duties and Responsibilities**

- (a) **Corporate Governance**
  - (i) Biennially review the mandates of the Board and its committees and recommend to the Board such amendments to those mandates as the Committee believes are necessary or desirable.

- (ii) Assess the adequacy of the Corporation's corporate governance.
- (iii) Monitor and oversee the implementation by the Corporation of appropriate corporate governance structures and procedures, including the identification of new corporate governance structures and procedures requiring approval of the Board and, where appropriate, approval of shareholders.
- (iv) Monitor and review corporate governance structures and procedures to ensure they adequately address environmental and social factors, risks and opportunities relevant to the Corporation and address the Corporation's disclosures in this connection that reflect applicable reporting frameworks and best practices in this regard.
- (v) Periodically receive from Management, or from advisors to the Committee, reports on corporate governance developments relevant to the Corporation required or recommended by applicable securities reporting regulations.
- (vi) Regularly review the Corporation's Board and corporate governance policies and procedures adopted by the Corporation relative to compliance with stock exchange and legal requirements, best practices and guidelines.
- (vii) Biannually review all significant policies which govern the Corporation's organizational governance and oversight structures, including the Code of Conduct and related policies, the Whistleblower Policy, the Anti-Bribery and Anti-Corruption Policy, Human Rights Policy and the Disclosure Policy.
- (viii) Take the steps necessary to address and resolve all complaints reported to the Corporation and/or the Committee in accordance with the Corporation's Whistleblower Policy, and as delegated by the Board of Directors.

**(b) Board Development**

- (i) Periodically review and evaluate:
  - (A) the size and composition of the Board and the Board committees, taking into consideration: (A) the current strengths, skills and experience of the Board; (B) current time demands on directors; (C) proposed retirements of directors; and (D) the strategic direction of the Corporation;
  - (B) the structure of the Board committees, and position descriptions for the Chairs thereof, and where advisable, recommend any amendments thereto, as well as the establishment or disbanding of Board committees and changes to their composition including the Chairs thereof;
  - (C) the mandate of the Board and the fulfillment of such mandate;
  - (D) the independence of each director and overall director qualifications and ensure that an appropriate number of independent directors sit on the Board; and

- (ii) As required:
  - (A) develop and approve director and committee eligibility criteria and identify individuals qualified to become Board and committee members, consistent with criteria approved by the Board;
  - (B) review the retention and termination of any search firms used to identify director candidates, and the Committee shall have the sole authority to approve the search firms' fees and other retention terms;
  - (C) recommend candidates for appointment to the office of Chair of the Board;
  - (D) review concerns of individual directors about matters that are not readily or easily discussed at full Board meetings, thereby providing opportunity for the Board to operate independently of Management and effectively as a group;
  - (E) review the director orientation process and ongoing director education program;
  - (F) review and approve service of directors and Management on other company board or management teams; and
  - (G) review and assess the adequacy of the Board Skills Matrix.

(c) **Performance Assessment**

- (i) Assess the adequacy of and oversee the annual evaluation of the performance of the Board as a whole and of the Board committees, including their processes and effectiveness.
- (ii) Review annually with the Chair of the Board, the performance of the Lead Director of the Corporation.
- (iii) Review annually with the Lead Director, the performance of the Chair of the Board.
- (iv) Annually, in conjunction with the Chair of the Board, evaluate performance of individual directors, including the processes and effectiveness of each Board committee.

**6. Enterprise Risk Management ("ERM")**

Review and assess the identification and management of ERM matters pertaining to the Committee.

**7. Disclosure**

Annually review, and recommend to the Board for approval, the Corporation's corporate governance disclosure required pursuant to and in accordance National Instrument 58-101 – *Disclosure of Corporate Governance Practices* (as amended or replaced from time to time) of the Canadian Securities Administrators and be responsible for overseeing the preparation of such documents to determine that

they comply with applicable laws and regulations, including, without limitation, making sure that the Corporation's annual management proxy circular includes, as applicable, disclosure relating to the Corporation's policies related to director term limits, Board renewal and diversity and inclusion within the Board and senior Management.

## **8. Environmental and Social**

Review and recommend to the Board for approval, the Corporation's annual Sustainability Report.

## **9. Other Duties and Responsibilities**

- (a) Review and assess conflict of interest reports.
- (b) The Committee shall be available to meet with any member of Management or any employee of the Corporation who wishes to raise any concern with respect to conflicts of interest, ethical issues or concerns raised under the Corporation's Whistleblower Policy, pursuant to the procedures set forth therein.
- (c) The responsibilities, practices and duties of the Committee outlined herein are not intended to be comprehensive. The Board may, from time to time, charge the Committee with the responsibility of reviewing items of a corporate governance, or Board development in nature.
- (d) The Committee shall periodically report to the Board the results of reviews undertaken and any associated recommendations.
- (e) Periodically review policies and procedures implemented by the Corporation pertaining to corporate governance and nominating matters to determine if there is timely and adequate disclosure in accordance with all applicable laws and regulations.

## **10. Mandate Review**

The Committee shall review this Mandate every other year, or more frequently as may be determined necessary by the Committee, to verify that the Committee is achieving its purpose.

## **11. Authorization**

This Committee Mandate is hereby approved on behalf of the Board on this 4<sup>th</sup> day of October 2017 as amended on February 7, 2019, February 4, 2021, November 3, 2022, and July 29, 2025.