

Extractive Sector Transparency Measures Act Report

Reporting Year From: 1-Jul-15 To: 31-Dec-15
Reporting Entity Name Canacol Energy LTD

Reporting Entity ESTMA Identification Number E478861

Subsidiary Reporting Entities (if necessary) Geoproduction Oil & Gas Company of Colombia (ESTMA ID E680285), Canacol Energy Inc. (ESTMA ID E144373), Canacol Energy Colombia SA (ESTMA ID E845851), CNE Oil & Gas SAS (ESTMA ID E777529)

Attestation: Please check one of the the boxes below and provide the required information

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.

Attestation (through independent audit)

In accordance with the requirements of the ESTMA, and in particular section 9 thereof, I attest that I engaged an independent auditor to undertake an audit of the ESTMA report for the entity(ies) and reporting year listed above. Such an audit was conducted in accordance with the Technical Reporting Specifications issued by Natural Resources Canada for independent attestation of ESTMA reports.

*The auditor expressed an unmodified opinion, dated [ENTER DATE: YYYY-MM-DD], on the ESTMA report for the entity(ies) and period listed above.
The independent auditor's report can be found at [INSERT WEBLINK TO AUDIT OPINION POSTED ONLINE – link should be on same page as report link]*

Director or Officer of Reporting Entity Full Name:
Position Title:

Jason Bednar
Chief Financial Officer



Date: 28/05/2016

Extractive Sector Transparency Measures Act - Annual Report

Reporting Year **From:** 1-Jul-15 **To:** 31-Dec-15
 Reporting Entity Name *Canacol Energy LTD*

Reporting Entity ESTMA Identification Number *E478861*

Subsidiary Reporting Entities (if necessary) *Geoproduction Oil & Gas Company of Colombia (ESTMA ID E680285), Canacol Energy Inc. (ESTMA ID E144373), Canacol Energy Colombia SA (ESTMA ID E845851), CNE Oil & Gas SAS (ESTMA ID E777529)*

Payments by Payee

Country	Payee Name	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid to Payee	Notes
Colombia	COMUNIDAD MONTEGRANDE DEL PUEBLO ZENU					\$ 220,000			\$ 220,000	
Colombia	AGENCIA NACIONAL DE HIDROCARBUROS		\$ 2,040,000						\$ 2,040,000	ROYALTIES PAID IN KIND
Colombia	AGENCIA NACIONAL DE HIDROCARBUROS		\$ 2,530,000						\$ 2,530,000	OIL&GAS ROYALTIES
Colombia	DIRECCION DE IMPUESTOS Y ADUANAS	\$ 1,970,000							\$ 1,970,000	
Colombia	FONDO NACIONAL AMBIENTAL FONAM			\$ 80,000					\$ 80,000	
Colombia	AGENCIA NACIONAL DE HIDROCARBUROS				\$ 910,000				\$ 910,000	
Total		\$ 1,970,000	\$ 4,570,000	\$ 80,000	\$ 910,000	\$ 220,000	\$ -	\$ -	\$ 7,750,000	

NOTES:

ALL PAYMENTS ARE REPORTED IN UNITED STATES DOLLARS (THE REPORTING CURRENCY OF THE REPORTING ENTITY) AND CONVERTED AT THE UNITED STATES DOLLAR TO COLOMBIAN PESOS EXCHANGE RATE AT THE TIME THE PAYMENT IS MADE. THE WEIGHTED AVERAGE UNITED STATES DOLLAR TO COLOMBIAN PESO EXCHANGE RATE OF THE PAYMENTS IS 2,988:1.

ALL PAYMENTS WITHIN THE \$100,000 CAD PER PAYEE REPORTING THRESHOLD HAVE BEEN INCLUDED AND CONVERTED USING THE DECEMBER 31, 2015 UNITED STATES DOLLAR TO CANADIAN DOLLAR EXCHANGE RATE OF 1.38:1.

ROYALTIES PAID IN KIND HAVE BEEN VALUED AT THE FAIR MARKET SALE PRICE AT THE TIME OF PAYMENT.

ALL NUMBERS HAVE BEEN ROUNDED TO THE NEAREST \$10,000 USD.

Extractive Sector Transparency Measures Act - Annual Report

Reporting Year
 Reporting Entity Name
 Reporting Entity ESTMA Identification Number

From: 1-Jul-15 To: 31-Dec-15
 Canacol Energy LTD
 E478861

Subsidiary Reporting Entities (if necessary)

Geoproduction Oil & Gas Company of Colombia (ESTMA ID E680285), Canacol Energy Inc. (ESTMA ID E144373), Canacol Energy Colombia SA (ESTMA ID E845851), CNE Oil & Gas SAS (ESTMA ID E777529)

Payments by Project

Country	Project Name	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid by Project	Notes
Colombia	OSO PARDO/MONO ARANA		\$ 190,000		\$ 40,000				\$ 230,000	
Colombia	LLANOS 23		\$ 2,730,000	\$ 80,000	\$ 810,000				\$ 3,620,000	
Colombia	ESPERANZA		\$ 1,180,000		\$ 60,000	\$ 220,000			\$ 1,460,000	
Colombia	RANCHO HERMOSO		\$ 470,000						\$ 470,000	
Colombia	CORPORATE	\$ 1,970,000							\$ 1,970,000	
Total		\$ 1,970,000	\$ 4,570,000	\$ 80,000	\$ 910,000	\$ 220,000	\$ -	\$ -	\$ 7,750,000	

NOTES:

ALL PAYMENTS REPORTED IN UNITED STATES DOLLARS (THE REPORTING CURRENCY OF THE REPORTING ENTITY) BY CONVERTING THE COLOMBIAN PESO PAYMENTS AT THE EXCHANGE RATE EXISTING AT THE TIME THE PAYMENT IS MADE. THE WEIGHTED AVERAGE UNITED STATES DOLLARS TO COLOMBIAN PESO EXCHANGE RATE OF THE PAYMENTS IS 2,988:1.

ALL NUMBERS HAVE BEEN ROUNDED TO THE NEAREST \$10,000 USD.