

WHAT IS RESPONSIBLY SOURCED GAS?

Responsibly Sourced Gas (RSG) is a distinct classification of natural gas that is independently verified to be produced in the most environmentally responsible manner. Like an organic seal, RSG must meet strict environmental, operational, and community performance standards.

Emissions Intensity

- Utilizing grid power to reduce emissions
- Facility design focused on emission reductions (instrument air systems)
- Regularly scheduled leak detection surveys (LDAR)
- Vapor recovery and backup combustion
- On-site emissions monitoring

Water Sourcing & Reuse

- Extensive use of water pipeline network to reduce truck traffic
- Robust produced water recycling program
- Regional produced water sharing partnerships



Responsibly Sourced Gas Certification

Health & Safety

- Health & Safety prioritized over profits
- Cement all casing strings to surface
- Gas tight casing connections
- Remote control system with shut in capabilities
- Annual safety training with first responders
- Ongoing training for PER employees

Community Engagement

- Transparent dialogue with communities
- Responsive to community needs
- Educate local officials and residents
- Reinvest in communities where we operate

HOW IT WORKS

PennEnergy invited third-party review through Project Canary's TrustWell™ Certification, which analyzed **600 data points** on a well-by-well basis. Each well earns a rating, which can be updated annually.



Data Collected



Project Canary Visits Well Sites, Analyzes Data



TrustWell™ Certificates Earned



Certified RSG Delivered to Market

ABOUT OUR PROJECT CANARY PARTNERSHIP

PennEnergy Resources earned Project Canary's TrustWell™ certification across its entire operating asset, which includes 378 wells with about 700 MMcfe/day of production.

99% of PennEnergy's wells received Gold and Platinum – the highest ratings.

“Our core values – centered on environmental stewardship, honesty and integrity – inform and guide every decision and action we take as a company. We've **built our business around top talent and industry-leading ESG performance** and are proud to achieve best-in-class status by Project Canary's rigorous review across all of our well pads.”

Rich Weber

PennEnergy Resources Chairman & CEO