

Extractive Sector Transparency Measures Act Report

Reporting Year

From: 2016-01-01

To: 2016-12-31

Reporting Entity Name

Canadian Natural Resources Limited

Reporting Entity ESTMA Identification Number

E145969

Subsidiary Reporting Entities (if necessary)

E174397 Canadian Natural Resources Partnership, E300033 CNR Northern Alberta Partnership, E072724 CNR Hatton Partnership, E493358 CNR Royalty Partnership

Attestation: Please check one of 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 / dans le cadre d'une vérification indépendante)

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:

Corey B. Bieber

Position Title:

Chief Financial Officer and Senior Vice-President, Finance

Date: 2017-05-30

Extractive Sector Transparency Measures Act - Annual Report

Reporting Year
Reporting Entity Name
Reporting Entity ESTMA Identification Number
Subsidiary Reporting Entities

From: 2016-01-01 **To:** 2016-12-31
 Canadian Natural Resources Limited
 E145969

E174397 Canadian Natural Resources Partnership, E300033 CNR Northern Alberta Partnership, E072724 CNR Hatton Partnership, E493358 CNR Royalty Partnership

Payments by Payee (Millions of Canadian Dollars)

Country	Payee Name	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement	Total Amount paid by Payee	Notes
Canada	Government of Canada	5.28	1.22	3.72					\$ 10.22	
Canada	Government of Alberta	17.58	341.18	89.67		1.55			\$ 449.98	1
Canada	Government of British Columbia	11.69	24.26	44.99					\$ 80.94	
Canada	Government of Saskatchewan	11.71	29.13	8.97		0.33			\$ 50.14	
Canada	Government of Manitoba		0.98	0.16					\$ 1.14	
Canada	Regional Municipality of Wood Buffalo	56.34		0.01					\$ 56.35	
Canada	Municipal District of Opportunity No. 17	28.79		0.02					\$ 28.81	
Canada	Municipal District of Bonnyville #87	12.67		0.30					\$ 12.97	
Canada	Lac La Biche County	12.81		0.13					\$ 12.94	
Canada	Municipal District of Greenview No. 16	12.18		0.06					\$ 12.24	
Canada	Special Areas Board - Hanna	8.54		1.53					\$ 10.07	
Canada	County of St. Paul No. 19	8.94		0.04					\$ 8.98	
Canada	Municipal District of Yellowhead County	7.50		0.09					\$ 7.59	
Canada	Saddle Hills County No. 20	6.85		0.04					\$ 6.89	
Canada	County of Vermilion River No. 24	5.98	0.04	0.58					\$ 6.60	
Canada	Municipal District of Taber #14	5.57		0.73					\$ 6.30	
Canada	County of Grande Prairie No. 1	5.81		0.11					\$ 5.92	
Canada	Clear Hills County	4.09							\$ 4.09	
Canada	County of Newell #4	3.78		0.01					\$ 3.79	
Canada	Rural Municipality of Wilton #472	3.64							\$ 3.64	
Canada	Big Lakes County	3.44		0.10					\$ 3.54	
Canada	Northern Rockies Regional Municipality	3.35							\$ 3.35	
Canada	Northern Sunrise County	2.95							\$ 2.95	
Canada	Rural Municipality of Enterprise #142	2.82							\$ 2.82	
Canada	Municipal District of Fairview No. 136	2.77							\$ 2.77	
Canada	County of Two Hills No. 21	2.64							\$ 2.64	
Canada	R.M. of Eldon No. 471	2.48		0.04					\$ 2.52	
Canada	Clearwater County	2.40							\$ 2.40	
Canada	Rural Municipality of Big Stick #141	2.23							\$ 2.23	
Canada	Rural Municipality of Senlac #411	2.22							\$ 2.22	
Canada	RM of Fox Valley 171	2.11							\$ 2.11	
Canada	District of Tumbler Ridge	2.06							\$ 2.06	
Canada	R.M. of Browning #34	2.00							\$ 2.00	
Canada	R.M. of Frenchman Butte No. 501	1.96							\$ 1.96	
Canada	R.M. of Britannia No. 502	1.18		0.75					\$ 1.93	
Canada	M D of Lesser Slave River # 124	1.75							\$ 1.75	
Canada	County of Northern Lights	1.63							\$ 1.63	
Canada	Starland County	1.54		0.02					\$ 1.56	

Extractive Sector Transparency Measures Act - Annual Report

Reporting Year
Reporting Entity Name
Reporting Entity ESTMA Identification Number
Subsidiary Reporting Entities

From: 2016-01-01 **To:** 2016-12-31
 Canadian Natural Resources Limited
 E145969

E174397 Canadian Natural Resources Partnership, E300033 CNR Northern Alberta Partnership, E072724 CNR Hatton Partnership, E493358 CNR Royalty Partnership

Payments by Payee (Millions of Canadian Dollars)

Country	Payee Name	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement	Total Amount paid by Payee	Notes
Canada	Smoky Lake County No. 13	1.49		0.01					\$ 1.50	
Canada	Cypress County	0.16		0.02					\$ 0.18	
Canada	Birch Hills County	0.15		0.01					\$ 0.16	
Canada	County of Stettler No. 6	1.42							\$ 1.42	
Canada	Municipal District of Willow Creek No.26	1.31		0.01					\$ 1.32	
Canada	Kneehill County	1.31							\$ 1.31	
Canada	County of Athabasca No. 12	1.03							\$ 1.03	
Canada	Municipality of Two Borders	1.03							\$ 1.03	
Canada	Rural Municipality of Mervin #499	1.00							\$ 1.00	
Canada	Red Deer County	1.00							\$ 1.00	
Canada	Ponoka County	0.99							\$ 0.99	
Canada	Wheatland County	0.98							\$ 0.98	
Canada	County of Wetaskiwin #10	0.75							\$ 0.75	
Canada	County of Forty Mile No. 8	0.74							\$ 0.74	
Canada	Rural Municipality of Eye Hill No. 382	0.69							\$ 0.69	
Canada	Municipal District of Smoky River 130	0.68		0.01					\$ 0.69	
Canada	Rural Municipality of Chesterfield No261	0.64							\$ 0.64	
Canada	Rural Municipality of Happyland #231	0.59							\$ 0.59	
Canada	County of Camrose No. 22	0.34		0.25					\$ 0.59	
Canada	R.M. of Turtle River #469	0.59							\$ 0.59	
Canada	R.M. of Coalfields No. 4	0.54							\$ 0.54	
Canada	Vulcan County No. 2	0.47		0.02					\$ 0.49	
Canada	Rural Municipality of Hillsdale No. 440	0.43		0.01					\$ 0.44	
Canada	Rural Municipality of Milton No. 292	0.38							\$ 0.38	
Canada	R.M. of Cymri #36	0.38							\$ 0.38	
Canada	County of Minburn 27	0.37							\$ 0.37	
Canada	Westlock County No. 92	0.37							\$ 0.37	
Canada	Rural Municipality of Piapot #110	0.37							\$ 0.37	
Canada	Rural Municipality of Deer Forks No 232	0.36							\$ 0.36	
Canada	Rural Municipality of Clinworth No 230	0.33							\$ 0.33	
Canada	Lacombe County	0.33							\$ 0.33	
Canada	Woodlands County	0.32							\$ 0.32	
Canada	R.M. of Moose Creek #33	0.32							\$ 0.32	
Canada	R.M. of Argyle #1	0.31							\$ 0.31	
Canada	R.M. of Maple Creek #111	0.29							\$ 0.29	
Canada	Rural Municipality of Enniskillen No. 3	0.28							\$ 0.28	
Canada	R.M. of Paynton No. 470	0.25							\$ 0.25	
Canada	Municipal District of Wainwright #61	0.23							\$ 0.23	

Extractive Sector Transparency Measures Act - Annual Report

Reporting Year
 Reporting Entity Name
 Reporting Entity ESTMA Identification Number
 Subsidiary Reporting Entities

From: 2016-01-01 To: 2016-12-31
 Canadian Natural Resources Limited
 E145969

E174397 Canadian Natural Resources Partnership, E300033 CNR Northern Alberta Partnership, E072724 CNR Hatton Partnership, E493358 CNR Royalty Partnership

Payments by Payee (Millions of Canadian Dollars)

Country	Payee Name	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement	Total Amount paid by Payee	Notes
Canada	Leduc County No. 25	0.23							\$ 0.23	
Canada	Rural Municipality of Tecumseh No. 65	0.23							\$ 0.23	
Canada	Municipal District of Foothills No. 31	0.23							\$ 0.23	
Canada	Rural Municipality of Golden West #95	0.22							\$ 0.22	
Canada	County of Thorhild No. 7	0.22							\$ 0.22	
Canada	County of Paintearth #18	0.20							\$ 0.20	
Canada	Rural Municipality of Griffin No. 66	0.20							\$ 0.20	
Canada	Lamont County No. 30	0.19							\$ 0.19	
Canada	R.M. of Reciprocity #32	0.18							\$ 0.18	
Canada	County of Lethbridge No 26	0.18		0.02					\$ 0.20	
Canada	Town of Drumheller	0.16							\$ 0.16	
Canada	Rural Municipality of Grass Lake # 381	0.14							\$ 0.14	
Canada	County of Warner No. 5	0.13							\$ 0.13	
Canada	Brazeau County	0.12							\$ 0.12	
Canada	R.M. of Manitou Lake No. 442	0.11							\$ 0.11	
Canada	Town Of Swan Hills	0.11							\$ 0.11	
Côte d'Ivoire	République de Côte d'Ivoire				110.11				\$ 110.11	2, 3
Côte d'Ivoire	Petroci Holding				22.76				\$ 22.76	2, 3
Gabon	République Gabonaise				2.18				\$ 2.18	2, 3
United Kingdom of Great Britain and Northern Ireland	Her Majesty's Government			3.60					\$ 3.60	2
Total		\$ 297.35	\$ 396.81	\$ 156.03	\$ 135.05	\$ 1.88	\$ -	\$ -	\$ 987.12	

Notes

- 1 Some royalties are settled "in kind" as required by the relevant government. In-kind settlement volumes are determined via the relevant government legislation and valued at market prices.
- 2 Non Canadian dollar payments are translated using average exchange rates of 1GBP = 1.778CAD and 1USD = 1.323CAD.
- 3 Production entitlement volumes and values are determined according to the related production sharing contract.

Extractive Sector Transparency Measures Act - Annual Report

Reporting Year
Reporting Entity Name
Reporting Entity ESTMA Identification Number
Subsidiary Reporting Entities

From: 2016-01-01 **To:** 2016-12-31

Canadian Natural Resources Limited

E145969

E174397 Canadian Natural Resources Partnership, E300033 CNR Northern Alberta Partnership, E072724 CNR Hatton Partnership, E493358 CNR Royalty Partnership

Payments by Project (Millions of Canadian Dollars)

Country	Project Name	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement	Total Amount by Project	Notes
Canada	Northeast British Columbia	16.94	24.17	44.81					\$ 85.92	
Canada	Northwest Alberta	42.13	65.26	23.14		1.26			\$ 131.79	1
Canada	Northern Plains	112.34	264.37	37.49		0.58			\$ 414.78	1
Canada	Southern Plains and Southeast Saskatchewan	49.11	24.45	38.97		0.04			\$ 112.57	1
Canada	Oil Sands Mining and Upgrading	64.90	16.45	4.10					\$ 85.45	
Canada	Corporate	11.93	2.11	3.92					\$ 17.96	
Côte d'Ivoire	Baobab				72.18				\$ 72.18	2, 3
Côte d'Ivoire	Espoir				60.69				\$ 60.69	2, 3
Gabon	Olowi				2.18				\$ 2.18	2, 3
United Kingdom of Great Britain and Northern Ireland	North Sea			3.60					\$ 3.60	2
Total		\$ 297.35	\$ 396.81	\$ 156.03	\$ 135.05	\$ 1.88	\$ -	\$ -	\$ 987.12	

Notes

- 1 Some royalties are settled "in kind" as required by the relevant government. In-kind settlement volumes are determined via the relevant government legislation and valued at market prices.
- 2 Non Canadian dollar payments are translated using average exchange rates of 1GBP = 1.778CAD and 1USD = 1.323CAD.
- 3 Production entitlement volumes and values are determined according to the related production sharing contract.