# MADALENA ENERGY INC.

## Instrument of Proxy For Holders of Common Shares
## Annual and Special Meeting

The undersigned shareholder of Madalena Energy Inc. (the "**Corporation**") hereby appoints Kevin Shaw, President, Chief Executive Officer and a director of the Corporation, or failing him, Thomas Love, Vice President, Finance and Chief Financial Officer of the Corporation, or instead of either of the foregoing, _____, as proxyholder of the undersigned, with full power of substitution, to attend and act and vote for and on behalf of the undersigned at the Annual and Special Meeting of the holders ("**Shareholders**") of common shares ("**Common Shares**") of the Corporation (the "**Meeting**"), to be held on Tuesday, May 26, 2015 and at any adjournment or adjournments thereof, and on every ballot that may take place in consequence thereof to the same extent and with the same powers as if the undersigned were personally present at the Meeting with authority to vote at the said proxyholders' discretion, except as otherwise specified below.

Without limiting the general powers hereby conferred, the undersigned hereby directs the said proxyholder to vote the Common Shares represented by this instrument of proxy in the following manner:

1. **FOR ☐ or AGAINST ☐** fixing the number of directors to be elected at the Meeting at eight (8);

2. With respect to the election of the directors of the Corporation:

   (a) **FOR ☐ or WITHHOLD FROM VOTING FOR ☐** the election of Gus Halas as a director of the Corporation to hold office until the next annual meeting or until his successors is elected or appointed;

   (b) **FOR ☐ or WITHHOLD FROM VOTING FOR ☐** the election of Barry Larson as a director of the Corporation to hold office until the next annual meeting or until his successors is elected or appointed;

   (c) **FOR ☐ or WITHHOLD FROM VOTING FOR ☐** the election of Keith Macdonald as a director of the Corporation to hold office until the next annual meeting or until his successors is elected or appointed;

   (d) **FOR ☐ or WITHHOLD FROM VOTING FOR ☐** the election of Jay Reid as a director of the Corporation to hold office until the next annual meeting or until his successors is elected or appointed;

   (e) **FOR ☐ or WITHHOLD FROM VOTING FOR ☐** the election of Steven Sharpe as a director of the Corporation to hold office until the next annual meeting or until his successors is elected or appointed;

   (f) **FOR ☐ or WITHHOLD FROM VOTING FOR ☐** the election of Kevin Shaw as a director of the Corporation to hold office until the next annual meeting or until his successors is elected or appointed;

   (g) **FOR ☐ or WITHHOLD FROM VOTING FOR ☐** the election of Ray Smith as a director of the Corporation to hold office until the next annual meeting or until his successors is elected or appointed; and

   (h) **FOR ☐ or WITHHOLD FROM VOTING FOR ☐** the election of Ving Woo as a director of the Corporation to hold office until the next annual meeting or until his successors is elected or appointed;

3. **FOR ☐ or WITHHOLD FROM VOTING FOR ☐** the appointment of KPMG LLP, Chartered Accountants, as auditors of the Corporation for the ensuing year and the authorization of the directors to fix their remuneration as such;

4. **FOR ☐ or AGAINST ☐** the passing of an ordinary resolution, the full text of which is set forth in the Information Circular, ratifying and approving the Corporation's existing stock option plan;

5. **FOR ☐ or AGAINST ☐** the passing of an ordinary resolution, the full text of which is set forth in the Information Circular, ratifying and approving the Corporation's advance notice by-law;

6. **FOR ☐ or AGAINST ☐** the passing of an ordinary resolution, the full text of which is set forth in the Information Circular, ratifying and approving the Corporation's existing shareholder rights plan; and

7. at the discretion of the said proxyholders, upon any amendment or variation of the above matters or any other matter that may be properly brought before the Meeting or any adjournment thereof in such manner as such proxy, in such proxyholder's sole judgment, may determine.

**This Instrument of Proxy is solicited on behalf of the management of the Corporation. The Common Shares represented by this Instrument of Proxy will be voted and, where the Shareholder has specified a choice with respect to the above matters, will be voted as directed above or, if no direction is given, will be voted in favour of the above matters.**

**Each Shareholder has the right to appoint a proxyholder, other than the persons designated above, who need not be a Shareholder, to attend and to act for him and on his behalf at the Meeting. To exercise such right, the names of the nominees of management should be crossed out and the name of the Shareholder's appointee should be legibly printed in the blank space provided.**

The undersigned hereby revokes any proxies heretofore given.

Dated this ____ day of _____, 2015.

_____

(signature of shareholder)

_____

(name of shareholder - please print)

NOTES:

1. If the Shareholder is a corporation, its corporate seal must be affixed or it must be signed by an officer or attorney thereof duly authorized.

2. This form of proxy must be dated and the signature hereon should be exactly the same as the name in which the shares are registered.

3. Persons signing as executors, administrators, trustees, etc., should so indicate and give their full title as such.

4. This instrument of proxy will not be valid and not be acted upon or voted unless it is completed as outlined herein and delivered to the attention of the Proxy Department, Alliance Trust Company, 1010, 407 – 2nd Street SW, Calgary, Alberta T2P 2Y3 (Facsimile: 403-237-6181, online at www.alliancetrust.ca), not later than forty-eight (48) hours (excluding Saturdays, Sundays and statutory holidays in the Province of Alberta) prior to the time set for the Meeting or any adjournment thereof., at which the proxy is to be used, or with the Chairman of the Meeting on the day of the Meeting, or any adjournment thereof. A proxy is valid only at the Meeting in respect of which it is given or any adjournment(s) of that Meeting.

5. If not dated, this proxy shall be deemed to bear the date on which it was mailed to Shareholders by the Corporation.