



PRECISION DRILLING CORPORATION

Combination with Trinidad Drilling Ltd.

October 5, 2018

Forward-looking Statements

Certain statements contained in this presentation, including statements that contain words such as "could", "should", "can", "anticipate", "estimate", "intend", "plan", "expect", "believe", "will", "may", "continue", "project", "potential" and similar expressions and statements relating to matters that are not historical facts constitute "forward-looking information" within the meaning of applicable Canadian securities legislation and "forward-looking statements" within the meaning of the "safe harbor" provisions of the United States Private Securities Litigation Reform Act of 1995 (collectively, "forward-looking information and statements").

In particular, forward looking information and statements include, but are not limited to, the following: the anticipated closing of the Precision/Trinidad transaction and the timing thereof; the pro-forma post-transaction ownership of Precision; the amount of Trinidad debt to be assumed by Precision; Precision's business strategy and the anticipated impacts of the transaction thereon; the anticipated operational and strategic benefits of the transaction and the contemplated activities post-transaction; our strategic priorities for 2018; our capital expenditure plans for 2018; anticipated activity levels in 2018; our scheduled infrastructure projects; anticipated demand for Tier 1 rigs; and the average number of term contracts in place for 2018.

These forward-looking information and statements are based on certain assumptions and analysis made by Precision in light of our experience and our perception of historical trends, current conditions, expected future developments and as well as other factors other factors we believe are appropriate under the circumstances. These include, among other things: that the Precision/Trinidad transaction will be completed in the timelines and on the terms currently anticipated; that all necessary TSX, Court and regulatory approvals will be obtained on the timelines and in the manner currently anticipated; that all necessary Precision shareholder and Trinidad security holder approvals will be obtained; general assumptions respecting the business and operations of both Precision and Trinidad, including that each business will continue to operate in a manner consistent with past practice and pursuant to certain industry and market conditions; our ability to react to customer spending plans as a result of changes in oil and natural gas prices; the status of current negotiations with our customers and vendors; customer focus on safety performance; existing term contracts are neither renewed nor terminated prematurely; our ability to deliver rigs to customers on a timely basis; the general stability of the economic and political environments in the jurisdictions where we operate; and the impact of an increase/decrease in capital spending.

Undue reliance should not be placed on forward-looking information and statements. Whether actual results, performance or achievements will conform to our expectations and predictions is subject to a number of known and unknown risks and uncertainties which could cause actual results to differ materially from our expectations. Such risks and uncertainties include, but are not limited to: TSX, Court and regulatory approvals may not be obtained in the timelines or on the terms currently anticipated or at all; Precision shareholder and/or Trinidad security holder approval may not be obtained; the transaction is subject to a number of closing conditions and no assurance can be given that all such conditions will be met or will be met in the timelines required by the arrangements agreement; and the business, operational and/or financial performance or achievements of Precision or Trinidad may be materially different from that currently anticipated (in particular, the synergies and benefits anticipated in respect of the transaction are based on the current business, operational and financial position of each of Precision and Trinidad, which are subject to a number of risks and uncertainties); volatility in the price and demand for oil and natural gas; fluctuations in the level of oil and natural gas exploration and development activities; fluctuations in the demand for contract drilling, well servicing and ancillary oilfield services; our customers' inability to obtain adequate credit or financing to support their drilling and production activity; changes in drilling and well servicing technology which could reduce demand for certain rigs or put us at a competitive disadvantage; shortages, delays and interruptions in the delivery of equipment supplies and other key inputs; availability of cash flow, debt and equity sources to fund our capital and operating requirements, as needed; the impact of weather and seasonal conditions on operations and facilities; competitive operating risks inherent in contract drilling, directional drilling, well servicing and ancillary oilfield services; ability to improve our rig technology to improve drilling efficiency; general economic, market or business conditions; the availability of qualified personnel and management; a decline in our safety performance which could result in lower demand for our services; changes in laws or regulations, including changes in environmental laws and regulations such as increased regulation of hydraulic fracturing or restrictions on the burning of fossil fuels and greenhouse emissions, which could have an adverse impact on the demand for oil and gas; terrorism, social, civil and political unrest in the foreign jurisdictions where we operate; fluctuations in foreign exchange, interest rates and tax rates; and other unforeseen conditions which could impact the use of services supplied by Precision and Precision's ability to respond to such conditions.

Readers are cautioned that the foregoing list of risk factors is not exhaustive. Additional information on these and other factors that could affect our business, operations or financial results are included in reports on file with applicable securities regulatory authorities, including but not limited to Precision's Annual Information Form for the year ended December 31, 2017, which may be accessed on Precision's SEDAR profile at www.sedar.com or under Precision's EDGAR profile at www.sec.gov. The forward-looking information and statements contained in this presentation are made as of the date hereof and Precision undertakes no obligation to update publicly or revise any forward-looking statements or information, whether as a result of new information, future events or otherwise, except as required by law.



Transaction Creates Exceptional Value for Precision and Trinidad Shareholders

- ✓ Unique combination of two highly focused drilling contractors pursuing similar strategies with complementary Tier 1 assets
- ✓ Immediately realizable cost synergies enhanced by long-term operating efficiencies from increased scale
- ✓ Strong balance sheet and cash flow profile supports deleveraging plan and improves flexibility to pursue attractive growth opportunities
- ✓ Significantly accretive to cash flow per share
- ✓ Expanded platform for U.S. and international growth and technology deployment
- ✓ Complementary cultures with commitment to people, safety, technology and customers



Let me begin by commenting that we have said many times that M&A or acquisitions are not a priority for Precision, in this case the value creation opportunity is simply too compelling to ignore. Throughout our call this morning and over the coming weeks we expect to help you understand the immediate value creation in this combination and how we will continue to create shareholder value over the long term. As I said earlier, this transaction creates exceptional value for both the Trinidad and Precision shareholders.

The combination is a truly unique oil services opportunity, combining two highly focused drilling contractors, both pursuing similar growth strategies with similar competitive strategies and most importantly, very similar Tier 1 rig assets.

This combination will immediately create synergies, we expect upwards of \$30 million. Over the longer term, the substantially increased scale will further enhance Precision's operating leverage as our customers drilling requirements continue the transition to the most efficient high performance rigs and crews the industry offers.

Debt reduction remains a top priority for Precision and the strengthened cash flow generated by this combination will ensure we meet or exceed our long term targets

while improving our financial flexibility to pursue the most attractive growth opportunities.

Both Precision and Trinidad have focused on the United States and the Middle East as our primary growth geographies. The combined platform substantially reinforces our scale and market relevance in those key regions positioning us for sustained growth and technology deployment.

Circling back to my earlier comments regarding similar strategies, the operating cultures of both organizations are remarkably similar with an intense focus on safety, efficiency, customer satisfaction and technology. We expect a smooth integration with these similar cultures.

We will drill down and explain these value levers in detail during this call and we expect the truly unique value in this combination will be clear for the listeners.

Transaction Overview	
Transaction Overview	<ul style="list-style-type: none"> ▪ Precision to acquire all of the issued and outstanding shares of Trinidad in an all-share transaction ▪ Total transaction value of \$1,028 million, including the assumption of \$477 million of Trinidad's net debt <ul style="list-style-type: none"> – Pro Forma ownership will be ~71% Precision and ~29% Trinidad ▪ Precision expects the Transaction to be significantly accretive to 2019 and future cash flow per share metrics
Consideration	<ul style="list-style-type: none"> ▪ Trinidad shareholders will receive 0.445 shares of Precision for each outstanding Trinidad share
Governance	<ul style="list-style-type: none"> ▪ One Trinidad director will be appointed to the Precision Board, and an additional Trinidad director will be nominated for election
Approvals and Timing	<ul style="list-style-type: none"> ▪ Expected to be completed in late 2018 ▪ Subject to TSX and Alberta Court of Queen's Bench approval, regulatory approvals, security holder approvals from each company and the satisfaction of other customary closing conditions

The transaction overview and a brief overview of some of the transaction details and remind our listeners that all dollar amounts in this presentation are Canadian dollars unless otherwise stated. So Precision is acquiring Trinidad in an all shared transactions. The total transaction value is \$1.03 billion including the assumption of \$477 million of Trinidad's net debt. Trinidad will own 29% of Precision's shares.

We believe the transaction will be significantly accretive to 2019 cash flow per share. Trinidad shareholders will receive 0.445 shares of Precision for each outstanding Trinidad share, representing equity consideration of a \$1.98 per share as of Precision of October 4 closing price on the TSX.

Regarding governance, one Trinidad director will be appointed to the Precision board and an additional Trinidad director will be nominated for election. The transaction is expected to be completed in late 2018 and will be subject to government regulatory and shareholder approvals as well as satisfaction of other customary closing conditions.



Combination Supports Precision's Strategy & Corporate Priorities

HIGH
PERFORMANCE
HIGH VALUE

Precision's Strategy

People

- Well trained, highly skilled, invested in safety, and committed to delivering High Value results

Rigs and Technology

- Super Series rigs delivering superior financial returns, efficiency through standard design, and are the preferred platform for deploying new technology

Leveraging Scale

- Highly integrated operational and support systems to optimize operations, prioritize safety, leverage scale, and minimize costs

Precision's 2018 Priorities

Technology as a Differentiator

- Commercial deployment of Process Automation Controls and Directional Guidance Systems on a wide scale

Financial Performance

- Enhance financial performance through higher utilization and improved margins

Reduce Debt with Free Cash Flow

- Reduce debt by generating free cash flow while continuing to fund only the most attractive investments
 - Target \$300 to \$500 million debt reduction in the next 3 to 4 years; \$75 to \$125 million in 2018



We see this combination as fitting into both our Competitive Strategy and our short and long term priorities. Precision's Strategy simply stated is High Performance – High Value and the themes of highly skilled people, standardization and leveraging scale are core to our strategy. Our near-term priorities of technology commercialization, enhanced utilization and debt reduction stand right alongside that strategy.

Combination Supports Precision's Strategy & Corporate Priorities

Driven to Outperform – Trinidad Combines High Performance, People, Equipment and Manufacturing



- High performance drilling rigs and rig crews
 - Total fleet of 141 drilling rigs including 61 high spec AC rigs that fit 90% within Precision's standardized protocol
 - Major rig components and service protocols well aligned for integration
 - Technology focus with large platform for deployment
 - Strong current rig utilization and performance
 - Well trained and highly skilled rig crews
 - Strong and effective safety culture with excellent performance record
 - Inventory of upgradeable rigs



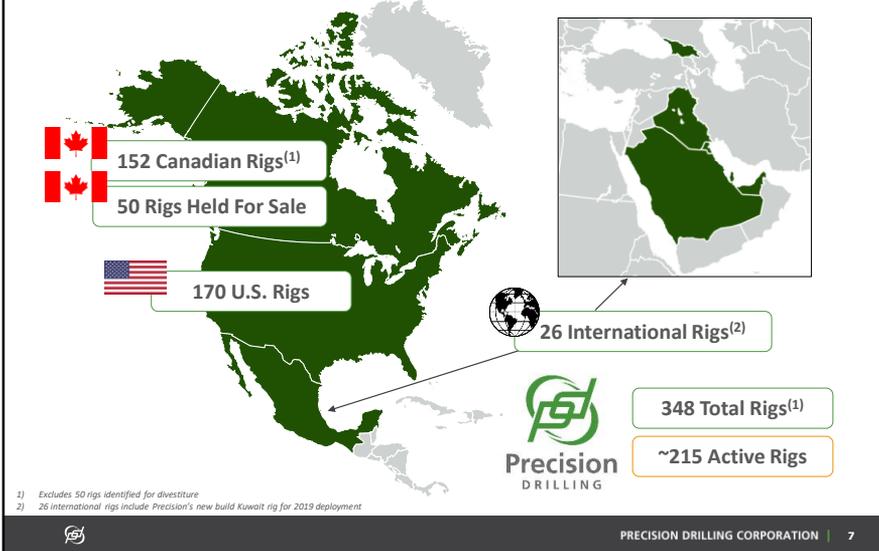
In Trinidad we see a company with a stated strategy much like ours, Driven to outperform – Trinidad combines high performance, people, equipment and manufacturing. On a closer look, Trinidad like Precision, focuses on highly trained and skilled crews. They have an exemplary safety culture and outstanding reputation with customers for high performance operations. The Trinidad organization, like Precision understands the opportunities with technology and I will speak a little more to this point later in this presentation.

But most importantly, you will know that the cornerstone to Precision operational strategy is Rig Standardization. Precision's standardization protocol includes the rig design, rig equipment specifications and model types, interchangeability, brand selection, maintenance requirements, training requirements and spare part needs. Trinidad's AC High Spec rigs are a very good fit with Precision's standardization protocol. Following our detailed review and analysis, we conclude that the 61 AC rigs are over 90% compliant with our protocol, major key components such as top drives, engines, generators, pumps, iron-roughnecks and catwalks match our requirements. The rigs are of a very similar modular design and layout and employ a similar plug and play component arrangement.

The primary difference is the base rig digital control system, for the foreseeable future we expect to continue to use NOV system on the Precision rigs and we will operate the Trinidad system on those rigs. We expect that through our normal long-term rig maintenance programs we will transition the Trinidad control systems over to our Amphion controls on an as needed basis.

The very close fit of the Trinidad AC rigs was key determinant in this combination.

Significantly Enhanced Combined Platform to Leverage the Industry Transition to High Performance Drilling



When we combine the Precision and Trinidad fleets, we will have 348 rigs with 170 in the US, 26 positioned internationally, and expect to have about 152 rigs in Canada, excluding approximately 50 rigs we will cease to market and look to sell, Carey will talk more about that later. Overall, today, the combined activity is approximately 215 rigs, this is step change in scale for the Precision Shareholders and affords a new paradigm of scale to the Trinidad shareholders.

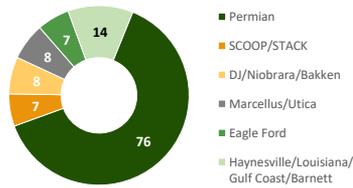
Strengthened U.S. Presence – Top Three Driller

- 3rd largest U.S. land driller with 120 active rigs
- High quality fleet with 101 AC rigs
- Expanded platform for technology deployment and increased inventory of economically upgradeable rigs
- Complementary customer mix accelerates sales growth opportunity

U.S. Rig Fleet Increases by 63%
(Total U.S. Rig Count)



Broad Based Coverage with 120 Active Rigs in Key Shale Plays
(Active U.S. Rig Count By Basin)

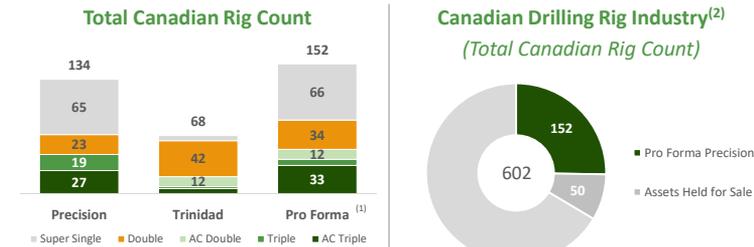


When the transaction closes, Precision will become a top 3 driller in the US, with 170 marketed rigs and a high spec AC fleet of over 100 rigs. Importantly the scope of upgradable rigs also increases.

We will have strong coverage in every US Shale play, in the Permian we will be the #2 driller with 76 active rigs, and overall in the US our market share will be approximately 12%, with 120 rigs operating today.

Improved Cash Flow Generation Capabilities in Canada

- Excellent fixed cost leverage and operating synergies
- Identified 50 rigs from combined fleet to be held for sale
- High Performance fleet and customer reputation well positioned for LNG and Deep Basin development drilling
- Strong free cash flow through stable utilization and minimal capex requirement
- Complementary rig fleet and customer mix



1) Pro forma Canadian rig count excludes 50 rigs identified for divestiture

2) Based on 602 total rigs as per CAODC as at September 24, 2018



The Canadian market and the combined fleet customer reputation and quality of people that we will have. Additionally, the combination allows us to leverage our existing infrastructure and maintain fixed costs supporting strong free cash flows.

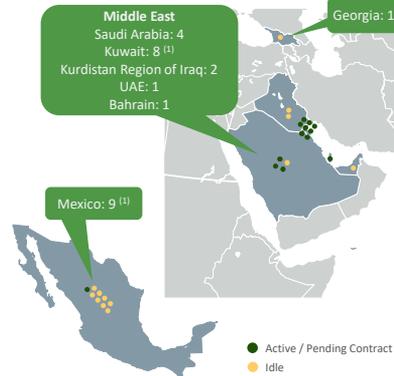
We believe capital expenditures will remain relatively low in the coming years, that the combined fleet quality is high, minimizing the investment requirements. We expect the combined fleet to be 152 rigs and I've identified 50 rigs held for sale – sale as Kevin mentioned earlier. This group of rigs consists of rigs in both Trinidad and Precision, which we plan to invest. The remaining 152 high performance rigs will be capable of addressing every drilling program across Canada and will be particularly well suited for high efficient – high efficiency development drilling opportunities.

Enhanced International Scale and Growth Platform

PRO FORMA INTERNATIONAL FOOTPRINT

Estimated 13 rigs will be active by YE 2019

- Leverage Precision's operating experience, infrastructure and scale in Saudi Arabia and Kuwait
- Benefit from scheduled 2019 deployment of rigs under long-term contract
- Positioned to win future tenders for up to 13 idle rigs
- Potential opportunity to leverage IPM relationships
- Well positioned in Mexico



1) Reflects 2 Trinidad rigs starting under contract in Kuwait (moving from Mexico to Kuwait); Precision figures reflect 1 rig starting under contract in Kuwait



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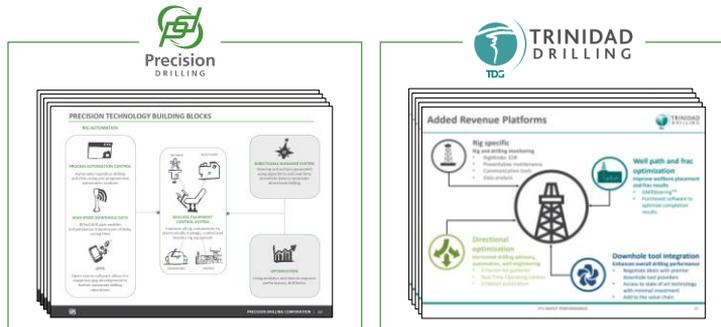
We think the international component and the Halliburton JV are exciting opportunities for Precision to expand its footprint. As most of you know Kuwait has been a particular focus for Precision, we currently have 5 rigs under long term contract and one newbuild currently under construction for deployment mid next year. Trinidad has two of its Mexico rigs undergoing a full refit for deployment to Kuwait also in mid 2019. This will bring our combined Kuwait operation up to 8 essentially brand new ultra-high specification deep capacity rigs all operating under long term contracts. We will operate a consolidated support infrastructure utilizing the existing Precision base. Precision's Kuwait business is a jewel in our portfolio.

In addition to Kuwait by midyear 2019 our operations will include 3 rigs in Saudi Arabia, 1 operating in Bahrain and one in Mexico for total of 13 rigs almost doubling our current international operations.

Longer term the 13 idle international rigs all are good candidate for the tenders we are pursuing throughout the middle east and Mexico.

Technology and Automation Strategy Alignment

- Precision will end 2018 with 33 rigs upgraded with Process Automation Control (PAC) systems
- PAC platform was designed to incorporate third-party technologies such as those in the Trinidad technology portfolio
- Combination adds 61 AC rigs for total fleet of 167 AC rigs capable of running automation technologies
- Leverage expanded platform and utilize scale to deploy efficiency driven technologies



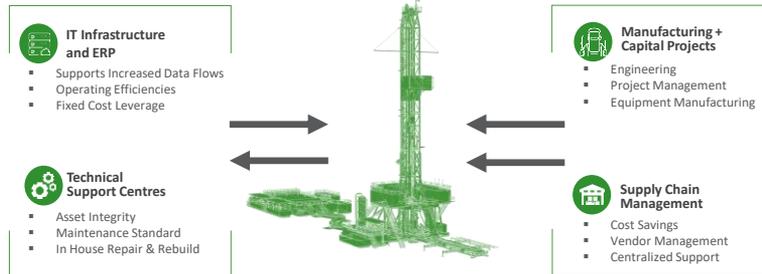
Turning to Precision and Trinidad’s strong alignment on technology, it is fair to say that we have taken different executional approaches to technology development, but we are very well aligned on both the direction and the value creation opportunity.

We will look to take the best aspects of both approaches leveraging our standardized PAC platform. It is likely that many of the Trinidad software applications will fit onto Precision’s PAC as a marketable drilling application similar to other apps we are developing. I am intrigued with the Rigminder EDR and the Criterion software.

As we have previously disclosed by the end of 2018 we expect to have 33 rigs running our PAC automation systems, the transaction expands our runway to a combined total of 167 AC rigs which can be easily automated. We believe Precision is the industry first mover, leader and now has the longest runway drilling automation technology.

Immediate Cost Synergies and Long-Term Operating Efficiencies

- Target annual cost synergies of \$30+ million
 - Corporate efficiencies and facility consolidation (~10 facilities)
- Sale of redundant facilities
- Long-term operating efficiencies
 - Leverage Precision's SYSTEMS & SCALE



We see a significant cost savings opportunities in this combination with annual cost synergies greater than \$30 million. We also see opportunities to generate increased cash flow through sale of idle assets and facilities of the combined company. Longer term we believe we will realize additional cost synergies, we'll be realized through leveraging the combined company scale and Precision systems. We have a long history inside Precision, leveraging scale throughout our organization and plan to do the same with this combination. We will do this to leveraging our recently upgraded IT infrastructure and ERP system, our technical support centers in Houston and Nisku have our ability to project manage major capital projects and in our supply stores in both Texas and Alberta.

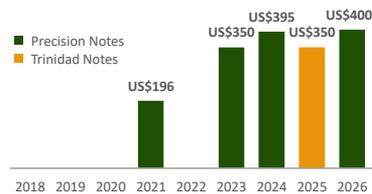
Well Positioned Balance Sheet and Improved Financial Flexibility

- Modestly de-leveraging on Debt / EBITDA basis
- Strong combined free cash flow provides Precision with financial flexibility to continue planned multi-year debt reduction while pursuing most attractive investment opportunities
- Revolving credit facility expanded from US\$500 million to US\$600 million to provide additional flexibility for combined company capital structure

Expanded Credit Facility Provides Financial Flexibility (Liquidity¹⁾)



No maturities until December 2021 (Senior Debt Maturity Profile)



¹⁾ Assumes expanded credit facility of US\$600 million, outstanding Trinidad bank debt (Q2 2018) and Trinidad cash & equivalents (Q2 2018); assumes exchange rate of 0.78 CAD/USD



The financial position of the combined company. We believe this transaction improves our financial profile and hence our ability to meet or exceed our de-leveraging target. The cash flow generation – capacity of the combined business is substantial and will allow us to both de-lever and address most attractive growth opportunities for the company going forward. We also announced this morning that we have expanded our senior credit facility from \$500 million to \$600 million and with that cash on hand the combined company will have \$847 million in liquidity pro forma as of June 30, 2018. Finally, the combined company will have a long-term debt structure that provides ample runway to reduce debt and grow the business with no maturities from the three years.

Transaction Immediately Accelerates Precision's Growth as a High Value Provider of Land Drilling Services and Creates Exceptional Value for Precision and Trinidad Shareholders



TECHNOLOGY AS A DIFFERENTIATOR



FINANCIAL PERFORMANCE



REDUCE DEBT WITH FREE CASH FLOW



Well I know we have just scratched the surface of this transformational combination. I believe we have provided a good overview of how this combination immediately accelerates Precision's growth as a High Value Provider of Land Drilling Services and creates exceptional value for both Precision's and Trinidad's shareholders.