

The Instructions accompanying this Letter of Transmittal should be read carefully before this Letter of Transmittal is completed.

LETTER OF TRANSMITTAL
FOR COMMON SHARES
OF
PEGASUS RESOURCES INC.

This Letter of Transmittal, properly completed and duly executed, together with all other required documents, must accompany physical certificates and/or as applicable a copy of the Direct Registration System advice(s) (“**DRS Advice**”) for common shares (“**Pegasus Shares**”) of Pegasus Resources Inc. (“**Pegasus**”) deposited in connection with the proposed arrangement (the “**Arrangement**”) involving Pegasus and Aero Energy Limited (“**Aero**”), that is being submitted for approval at the annual general and special meeting of shareholders of Pegasus to be held on April 29, 2026, or any adjournment(s) or postponement(s) thereof (the “**Meeting**”) as described in a management information circular dated March 27, 2026 (the “**Circular**”) that accompanies this Letter of Transmittal.

The terms and conditions of the Arrangement are incorporated by reference in this Letter of Transmittal and capitalized terms used but not defined in this Letter of Transmittal that are defined in the Circular have the meaning set out in the Circular. You are encouraged to carefully review the Circular in its entirety.

COMPUTERSHARE INVESTOR SERVICES INC. (THE “DEPOSITARY”)
(SEE BELOW FOR ADDRESS AND TELEPHONE NUMBER)
OR YOUR BROKER OR OTHER FINANCIAL ADVISOR WILL BE ABLE
TO ASSIST YOU IN COMPLETING THIS LETTER OF TRANSMITTAL

This Letter of Transmittal is for use by registered holders of Pegasus Shares (“**Pegasus Shareholders**”) only and is not to be used by beneficial holders of Pegasus Shares (“**Beneficial Shareholders**”). A Beneficial Shareholder does not have Pegasus Shares registered in its name; rather, such Pegasus Shares are held by a broker, investment dealer, bank, trust company, nominee or other intermediary (each, an “**Intermediary**”) through which the Beneficial Shareholder holds the shares or in the name of a clearing agency (such as CDS Clearing and Depository Services Inc. and Depository Trust Company) of which the Intermediary is a participant. If you are a Beneficial Shareholder, you should contact your Intermediary for instructions and assistance in receiving the Aero Shares (as defined below) for such Pegasus Shares owned.

On the effective date of the Arrangement (the “**Effective Date**”), all right, title and interest of the shareholders of Pegasus (the “**Pegasus Shareholders**”) in the Pegasus Shares will be transferred to Aero and the Pegasus Shareholders (other than Dissenting Shareholders) who have properly completed, duly executed and delivered this Letter of Transmittal and all other required documents to the Depositary will receive, in exchange for each of their Pegasus Shares, one hundred thirty-three thousandths (0.133) of a common share in the capital of Aero (each whole share, a “**Aero Share**”), all as set forth in further detail in the Circular. Subject to the approval of the Arrangement by the Pegasus Shareholders and certain other conditions described in the Circular, the Effective Date is anticipated to be shortly after the Meeting. See the Circular for details.

In no event shall any Pegasus Shareholder be entitled to receive a fractional Pegasus Share in connection with the Arrangement. Where the aggregate number of Aero Shares to be issued to a Pegasus Shareholder under the Arrangement would result in a fraction of an Aero Share being issuable, the number of Aero Shares to be received by such Pegasus Shareholder shall be rounded down to the nearest whole Aero Share, without additional compensation.

In order for Pegasus Shareholders to receive Aero Shares for their Pegasus Shares, Pegasus Shareholders are required to deposit the certificate(s) and/or Direct Registration System advice(s) (each, a “**DRS Advice**”) representing the Pegasus Shares held by them with the Depositary. This Letter of Transmittal properly completed and duly executed, together with all other required documents, must accompany all certificate(s) and/or DRS Advice(s) for Pegasus Shares deposited in exchange for Aero Shares pursuant to the Arrangement.

Whether or not the undersigned delivers the required documentation to the Depositary, as of the Effective Time, the undersigned will cease to be a holder of Pegasus Shares and, subject to the ultimate expiry deadline identified

below, will only be entitled to receive Aero Shares to which the undersigned is entitled under the Arrangement. **REGISTERED PEGASUS SHAREHOLDERS WHO DO NOT DELIVER CERTIFICATES AND/OR DRS ADVICES REPRESENTING THEIR PEGASUS SHARES AND ALL OTHER REQUIRED DOCUMENTS TO THE DEPOSITARY ON OR BEFORE THE DAY THAT IS SIX YEARS FROM THE EFFECTIVE DATE WILL LOSE THEIR RIGHT TO RECEIVE ANY CONSIDERATION FOR THEIR PEGASUS SHARES AND ANY CLAIM OR INTEREST OF ANY KIND OR NATURE AGAINST PEGASUS, AERO OR THE DEPOSITARY.**

Delivery of this Letter of Transmittal to an address other than as set forth herein will not constitute a valid delivery. If Pegasus Shares are registered in different names, a separate Letter of Transmittal must be submitted for each different registered owner.

Please note that the delivery of this Letter of Transmittal, together with your Pegasus Share certificate(s) and/or DRS Advice(s), does not constitute a vote in favour of the Arrangement. To exercise your right to vote at the Meeting you must attend the Meeting in person or complete and return the form of proxy that accompanied the Circular to Pegasus's transfer agent and registrar, Endeavor Trust Corporation, all in accordance with the directions set forth in the Circular.

DIRECTION

TO: PEGASUS RESOURCES INC.
AND TO: AERO ENERGY LIMITED
AND TO: COMPUTERSHARE INVESTOR SERVICES INC. at its offices set out herein.

In connection with the Arrangement, the undersigned delivers to you the enclosed certificate(s) and/or DRS Advice(s) for Pegasus Shares. The following are the details of the enclosed certificate(s) and/or DRS Advice(s):

Certificate / DRS Advice Number(s)	Name in Which Registered	Number of Pegasus Shares Deposited

The undersigned transmits herewith the certificate(s) and/or DRS Advice(s) described above for cancellation upon the Arrangement becoming effective. The undersigned acknowledges receipt of the Circular and represents and warrants that the undersigned has good and sufficient authority to deposit, sell and transfer the Pegasus Shares represented by the enclosed certificate(s) and/or DRS Advice(s) (the “**Deposited Shares**”) and at the Effective Time, Aero will acquire good title to the Deposited Shares (as the same are modified pursuant to the Plan of Arrangement) free from all liens, charges, encumbrances, claims and equities and in accordance with the following: IN CONNECTION WITH THE ARRANGEMENT AND FOR VALUE RECEIVED at the Effective Time all of the right, title and interest of the undersigned in and to the Deposited Shares and in and to any and all dividends, distributions, payments, securities, rights, warrants, assets or other interests (collectively, “**distributions**”) which may be declared, paid, accrued, issued, distributed, made or transferred on or in respect of the Deposited Shares or any of them as and from the Effective Date, as well as the right of the undersigned to receive any and all distributions shall have been assigned to the Aero. If, notwithstanding such assignment, any distributions are received by or made payable to or to the order of the undersigned, then (i) in the case of any such cash distribution that does not exceed the cash purchase price per Common Share, the consideration payable per Common Share pursuant to the Arrangement will be reduced by the amount of any such dividend or distribution received in respect of that Common Share, and (ii) in the case of any such cash distribution in an amount that exceeds the cash purchase price per Common Share in respect of which the distribution is made, or in the case of any other distribution, the undersigned shall promptly pay or deliver the whole of any such distribution to the Depository for the account of Aero, together with appropriate documentation of transfer.

The undersigned irrevocably constitutes and appoints any one director or officer of Aero, and any other person designated by Aero in writing, the true and lawful agent, attorney and attorney-in-fact of the undersigned with respect to the Deposited Shares purchased in connection with the Arrangement with full power of substitution (such power of attorney, being coupled with an interest, being irrevocable) to, in the name of and on behalf of the undersigned, (a) register or record the transfer of such Deposited Shares consisting of securities on the registers of Pegasus; and (b) execute and negotiate any cheques or other instruments representing any such distribution payable to or to the order of the undersigned.

Except for any proxy deposited with respect to the vote on the Arrangement Resolution in connection with the Meeting, the undersigned revokes any and all other authority, whether as agent, attorney-in-fact, attorney, proxy or otherwise, previously conferred or agreed to be conferred by the undersigned at any time with respect to the Deposited Shares or any distributions other than as set out in this Letter of Transmittal and in any proxy granted for use at the Meeting. Other than in connection with the Meeting, no subsequent authority, whether as agent, attorney-in-fact, attorney, proxy or otherwise, will be granted with respect to the Deposited Shares or any distributions by or on behalf of the undersigned, unless the Deposited Shares are not taken up and paid for in connection with the Arrangement.

The undersigned covenants and agrees to execute all such documents, transfers and other assurances as may be necessary or desirable to convey the Deposited Shares and distributions effectively to Aero.

Each authority conferred or agreed to be conferred by the undersigned in this Letter of Transmittal may be exercised during any subsequent legal incapacity of the undersigned and all obligations of the undersigned in this Letter of Transmittal shall be binding upon the heirs, personal representatives, successors and assigns of the undersigned.

Should the Arrangement not proceed for any reason, the deposited certificate(s) and/or DRS Advice(s) and other

relevant documents shall be returned in accordance with the instructions in the preceding sentence.

The undersigned authorizes and directs the Depository to issue a DRS Advice for Aero to which the undersigned is entitled as indicated below and to mail such advice to the address indicated below or, if no instructions are given, in the name and to the address if any, of the undersigned as appears on the share register maintained by Aero. In the event that a DRS Advice is not available, an Aero share certificate will be issued and mailed to the address indicated below.

The undersigned registered holder(s) of the Deposited Shares represents and warrants to each of Pegasus, Aero and the Depository and covenants that:

1. they acknowledge receipt of the Circular;
2. they are the legal owner of the Deposited Shares and has good title to the rights represented by the above mentioned securities free and clear of all liens, charges, encumbrances, claims, adverse interests, security interests and equities, together with all rights and benefits, and has full power and authority to execute and deliver this Letter of Transmittal and to deposit, sell, assign, transfer and deliver the securities representing the Deposited Shares;
3. the Deposited Shares have not been sold, assigned, or transferred, nor has any agreement been entered into to sell, assign, or transfer any such Deposited Shares to any other person;
4. the surrender of the undersigned's Deposited Shares complies with applicable laws, and if the undersigned is a corporation, complies with its constituting documents, and that the information provided herein is true, accurate and complete as of the date hereof;
5. the jurisdiction of residence of the undersigned is as specified in this Letter of Transmittal;
6. the undersigned acknowledges that the covenants, representations, and warranties of the undersigned contained herein shall survive the completion of the Arrangement;
7. the undersigned acknowledges that Pegasus, Aero, and/or the Depository may be required to disclose personal information in respect of the undersigned and consents to disclosure of personal information in respect of the undersigned to: (i) securities or other regulatory authorities; (ii) the Depository; (iii) any of the parties to the Arrangement Agreement; and (iv) legal counsel to any of the parties to the Arrangement Agreement;
8. the undersigned acknowledges that all authority conferred, or agreed to be conferred, by the undersigned herein may be exercised during any subsequent legal incapacity of the undersigned and shall survive the death, incapacity, bankruptcy or insolvency of the undersigned and all obligations of the undersigned herein shall be binding upon any heirs, personal representatives, successors and assigns of the undersigned;
9. by virtue of the execution of this Letter of Transmittal, shall be deemed to have agreed that all questions as to validity, form, eligibility (including timely receipt) and acceptance of any Deposited Shares will be determined by Aero and Aero in their sole discretion and that such determination shall be final and binding and acknowledges that there shall be no duty or obligation on Pegasus, Aero, the Depository, or any other person to give notice of any defect or irregularity in any deposit and no liability shall be incurred by any of them for failure to give such notice;
10. the undersigned surrenders to Aero, effective at the Effective Date, all right, title and interest in and to the Deposited Shares and irrevocably appoints and constitutes each director and officer of Aero, and any other person designated by Aero in writing, as true and lawful attorney of the undersigned, with the full power of substitution to deliver the securities representing the Deposited Shares pursuant to the Arrangement and to effect the transfer of the Deposited Shares on the books of Pegasus;
11. following completion of the Arrangement, directs and instructs the Depository to issue or to cause to be issued a DRS Advice representing the Aero Shares exchanged for the Deposited Shares promptly after the Effective Date and unless otherwise indicated in this Letter of Transmittal under "Special Instructions" or "Hold for Pick-Up" to the undersigned at the address and/or e-mail address specified herein. If no address is specified, the Depository will forward the DRS Advice to the address of the undersigned as shown on the register of Pegasus Shares;
12. the undersigned acknowledges that the undersigned will not receive payment in respect of the Deposited Shares until all required documents, including any certificate(s), are received by the Depository at the address set forth below, together with such additional documents as the Depository may require, and until the same are processed for payment by the Depository. The undersigned further represents and warrants that the Aero Shares issued in exchange for the Deposited Shares will completely discharge any obligations of Pegasus, Aero, and the Depository with respect to the matters contemplated by this Letter of Transmittal; and
13. by reason of the use by the undersigned of an English language form of Letter of Transmittal, the undersigned shall be deemed to have required that any contract evidenced by the Arrangement as entered into through this Letter of Transmittal, as well as any documents related thereto, be drawn exclusively in the English language. En utilisant la version anglaise de la présente lettre d'envoi, le soussigné est réputé avoir demandé que tout contrat attesté par l'arrangement, tel qu'il est accepté au moyen de cette lettre d'envoi, de même que tous les

documents qui s'y rapportant soient rédigés exclusivement en anglais. This Letter of Transmittal will be construed in accordance with and governed by the laws of the Province of British Columbia and the federal laws of Canada applicable therein.

BOX A
ENTITLEMENT DELIVERY

All share entitlements will be issued by DRS Advice and mailed to your existing registration unless otherwise stated. If you would like your shares dispatched to a different address, please complete BOX B

- MAIL SHARES TO ADDRESS ON RECORD **(DEFAULT)**
- MAIL SHARES TO A DIFFERENT ADDRESS (MUST COMPLETE BOX B)

BOX B

MAIL DRS Advice TO 3rd PARTY ADDRESS:*

- CHECK BOX IF SAME AS EXISTING REGISTRATION **(DEFAULT)**

(ATTENTION NAME)

(STREET NUMBER & NAME)

(CITY AND PROVINCE/STATE)

(COUNTRY AND POSTAL/ZIP CODE)

(TELEPHONE NUMBER (BUSINESS HOURS))

(SOCIAL INSURANCE/SECURITY NUMBER)

*** THE ENTITLEMENT WILL REMAIN IN THE NAME OF THE REGISTRATION**

BOX C
RESIDENCY DECLARATION

ALL PEGASUS RESOURCES INC. SHAREHOLDERS ARE REQUIRED TO COMPLETE A RESIDENCY DECLARATION. FAILURE TO COMPLETE A RESIDENCY DECLARATION MAY RESULT IN A DELAY IN YOUR PAYMENT.

The undersigned represents that:

- The beneficial owner of the Pegasus common shares deposited herewith **is** a U.S. Shareholder.
- The beneficial owner of the Pegasus common shares deposited herewith **is not** a U.S. Shareholder.

A “**U.S. Shareholder**” is any Pegasus shareholder who is a registered account address that is located within the United States or any territory or possession thereof.

SHAREHOLDER SIGNATURE(S)

Signature guaranteed by
(if required under Instruction 3)

Authorized Signature

Name of Guarantor (please print or type)

Address of Guarantor (please print or type)

Dated: _____, 2026

Signature of Shareholder or authorized representative
(see Instructions 2 and 4)

Address Line 1

Address Line 2

Name of Shareholder (please print or type)

Telephone Number

Email Address

Name of authorized representative, if applicable
(please print or type)

INSTRUCTIONS

1. Use of Letter of Transmittal

The method used to deliver this Letter of Transmittal and any accompanying certificate(s) and/or DRS Advice(s) representing Pegasus Shares is at the option and risk of the holder, and delivery will be deemed effective only when such documents are actually received. Aero recommends that the necessary documentation be hand delivered to the Depository at its office(s) specified on the last page of this Letter of Transmittal, and a receipt obtained; otherwise the use of registered mail with return receipt requested, properly insured, is recommended. A shareholder whose Pegasus Shares are registered in the name of a broker, investment dealer, bank, trust company or other nominee should contact that nominee for assistance in depositing those Pegasus Shares.

2. Signatures

This Letter of Transmittal must be filled in and signed by the holder of Pegasus Shares described above or by such holder's duly authorized representative (in accordance with Instruction 4).

- (a) If this Letter of Transmittal is signed by the registered owner(s) of the accompanying certificate(s) and/or DRS Advice(s), such signature(s) on this Letter of Transmittal must correspond with the names(s) as registered or as written on the face of such certificate(s) and/or DRS Advice(s) without any change whatsoever, and the certificate(s) and/or DRS Advice(s) need not be endorsed. If such deposited certificate(s) and/or DRS Advice(s) are owned of record by two or more joint owners, all such owners must sign the Letter of Transmittal.
- (b) If this Letter of Transmittal is signed by a person other than the registered owner(s) of the accompanying certificate(s) and/or DRS Advice(s):
 - (i) such deposited certificate(s) and/or DRS Advice(s) must be endorsed or be accompanied by an appropriate share transfer power of attorney duly and properly completed by the registered owner(s); and
 - (ii) the signature(s) on such endorsement or share transfer power of attorney must correspond exactly to the name(s) of the registered owner(s) as registered or as appearing on the certificate(s) and/or DRS Advice(s) and must be guaranteed as noted in Instruction 3 below.

3. Guarantee of Signatures

If this Letter of Transmittal is signed by a person other than the registered owner(s) of the Deposited Shares, or if the payment is to be issued in the name of a person other than the registered owner of the Deposited Shares, such signature must be guaranteed by an Eligible Institution (as defined below), or in some other manner satisfactory to the Depository (except that no guarantee is required if the signature is that of an Eligible Institution).

An "Eligible Institution" means a Canadian Schedule I chartered bank, a major trust company in Canada, a commercial bank or trust company in the United States, a member of the Securities Transfer Association Medallion Program (STAMP), a member of the Stock Exchange Medallion Program (SEMP) or a member of the New York Stock Exchange Inc. Medallion Signature Program (MSP). Members of these programs are usually members of a recognized stock exchange in Canada and the United States, members of the Investment Industry Regulatory Organization of Canada, members of the Financial Industry Regulatory Authority or banks and trust companies in the United States.

4. Signed by a Representative

If this Letter of Transmittal is signed by a person in a representative capacity, such as (a) an executor, administrator, trustee or guardian, or (b) on behalf of a corporation, partnership, or association, then in each case such signature must be guaranteed by an Eligible Institution, or in some other manner satisfactory to the Depository (except that no guarantee is required if the signature is that of an Eligible Institution). Either Aero or the Depository, at its discretion, may require additional evidence of authority or additional documentation.

5. Miscellaneous

- (a) If the space on this Letter of Transmittal is insufficient to list all certificate(s) and/or DRS Advice(s) for Deposited Shares, additional certificate / DRS Advice numbers and the corresponding number of Deposited Shares may be included on a separate signed list affixed to this Letter of Transmittal.

- (b) If Deposited Shares are registered in different forms (e.g. “John Doe” and “J. Doe”) a separate Letter of Transmittal should be signed for each different registration.
- (c) No alternative, conditional or contingent deposits will be accepted.
- (d) The Arrangement and any agreement in connection with the Arrangement will be construed in accordance with and governed by the laws of the Province of British Columbia and the laws of Canada applicable therein.
- (e) Additional copies of the Circular and this Letter of Transmittal may be obtained from the Depository at any of its respective offices at the addresses listed below.

6. Lost Certificates

If a share certificate has been lost, stolen or destroyed, this Letter of Transmittal should be completed as fully as possible and forwarded together with a letter describing the loss to the Depository. The Depository will respond with the replacement requirements.

7. Privacy Notice

Computershare is committed to protecting your personal information. In the course of providing services to you and our corporate clients, we receive non- public personal information about you—from transactions we perform for you, forms you send us, other communications we have with you or your representatives, etc. This information could include your name, contact details (such as residential address, correspondence address, email address), social insurance number, survey responses, securities holdings and other financial information. We use this to administer your account, to better serve your and our clients’ needs and for other lawful purposes relating to our services. Computershare may transfer personal information to other companies located outside of your province within Canada, or outside of Canada that provide data processing and storage or other support in order to facilitate the services it provides. Where we share your personal information with other companies to provide services to you, we ensure they have adequate safeguards to protect your personal information as per applicable privacy laws. We also ensure the protection of rights of data subjects under the General Data Protection Regulation, where applicable. We have prepared a Privacy Code to tell you more about our information practices, how your privacy is protected and how to contact our Chief Privacy Officer. It is available at our website, www.computershare.com, or by writing to us at 320 Bay Street, 14th Floor, Toronto, Ontario, M5H 4A6.

The Depository is:

COMPUTERSHARE INVESTOR SERVICES INC.

By Hand or by Courier

320 Bay Street, 14th Floor,
Toronto, Ontario
M5H 4A6

By Mail

P.O. Box 7021
31 Adelaide St E
Toronto, ON M5C 3H2
Attention: Corporate Actions

For Inquiries Only

Toll Free: 1-800-564-6253
E-Mail: corporateactions@computershare.com