

## PARKLAND CORPORATION

### Dividend Reinvestment Plan

*Certain capitalized terms in this Dividend Reinvestment Plan have the meaning assigned to them under "Definitions" below.*

#### Overview

This Dividend Reinvestment Plan (the "**Plan**") provides Eligible Shareholders of Parkland Corporation ("**Parkland**") with the opportunity to reinvest their Dividends in new Shares at a discount between 1% and 5% to the Average Market Price on the applicable Dividend payment date which new Shares will be credited to the Participant's account under the Plan. The Plan is subject to eligibility restrictions, applicable withholding taxes, prorating as provided herein, and other limitations on the availability of new Shares in certain events.

**Eligible Shareholders are not required to participate in the Plan. Eligible Shareholders who have not elected to participate in the Plan will continue to receive their regular Dividends in the usual manner.**

In order to participate in the Plan an Eligible Shareholder must enroll, or be deemed to have enrolled, in the Plan directly or indirectly through the broker, investment dealer, financial institution or other nominee who holds Shares on the Eligible Shareholder's behalf. See "*Replacement of Current Dividend Reinvestment Plan*" and "*Enrollment*" below.

#### Replacement of Current Dividend Reinvestment Plan

This Plan replaces the Dividend Reinvestment Plan of Parkland dated December 14, 2016 (the "**Previous Plan**").

An Eligible Shareholder who wishes to enroll in the Plan must enroll in the Plan either (i) directly if such Shareholder is a registered Shareholder, or (ii) if such Shareholder is a beneficial Shareholder whose Shares are held through a broker, investment dealer, financial institution or other nominee, indirectly through such broker, investment dealer, financial institution or other nominee, including CDS, in accordance with the procedures set forth under "*Enrollment*" below.

#### Definitions

In this Plan:

"**Average Market Price**", in respect of a particular Dividend payment date, refers to the arithmetic average (calculated to four decimal places) of the daily volume weighted average trading prices of the Shares on the TSX (after taking into account any trading reversals or adjustments, corrections or similar changes with respect to the Shares) for the trading days on which at least one board lot of Shares is traded on the TSX during the corresponding Pricing Period, subject to such adjustments as Parkland may, in its sole discretion, determine to be appropriate to account for (i) a change in the aggregate number of Shares outstanding into a greater or lesser number of Shares, (ii) a reclassification of the Shares, or (iii) a merger, reorganization or other transaction affecting the Shares.

"**Business Day**" refers to any day other than a Saturday, Sunday or statutory holiday in the Province of Ontario.

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"**CDS**" refers to CDS Clearing and Depository Services Inc., which acts as a nominee for certain Canadian brokers, investment dealers, financial institutions and other nominees, or its nominee, as applicable.

"**CDS Participants**" refers to brokers, investment dealers, financial institutions or other nominees in their capacity as participants in the CDS depository service, who hold Shares registered in the name of CDS on behalf of eligible beneficial owners of Shares and who are acting on behalf of such beneficial owners in respect of the Plan.

"**Dividend**" refers to a cash dividend declared payable by Parkland on the outstanding Shares.

"**DRS Advice**" means a direct registration system advice or similar document evidencing the electronic registration of ownership of Shares.

"**Eligible Shareholders**" refers to Shareholders who are permitted to participate in the Plan as described herein under the heading "*Eligibility Requirements*".

"**Enrollment Form**" refers to the Reinvestment Enrollment – Participant Declaration Form (or similar enrollment form) established by Parkland and the Plan Agent from time to time for the purpose of enrolling eligible registered holders of Shares (other than CDS) in the Plan.

"**Participants**" refers to registered holders of Shares who, on the applicable record date for a Dividend, are Eligible Shareholders and are duly enrolled in the Plan; provided, however, that CDS and brokers, investment dealers, financial institutions or other nominees, as the case may be, shall be Participants only to the extent that CDS or such nominees, respectively, have enrolled in the Plan on behalf of Shareholders who are Eligible Shareholders.

"**Plan Agent**" refers to Computershare Trust Company of Canada, or such other party as is appointed by Parkland from time to time to act as "Plan Agent" under the Plan.

"**Pricing Period**", in respect of a particular Dividend, refers to the period beginning on the later of the 21st Business Day preceding the Dividend payment date and the second Business Day following the record date applicable to that Dividend payment date, and ending on the second Business Day preceding the Dividend payment date.

"**Shareholders**" refers to holders of Shares.

"**Shares**" refers to common shares in the capital of Parkland.

"**TSX**" refers to the Toronto Stock Exchange.

## **The Plan**

### *Dividend Reinvestment*

The Plan Agent will, on each Dividend payment date, on behalf of Participants enrolled in the Plan apply the aggregate Dividends payable on the Shares of such Participants (less any applicable withholdings) towards the purchase from treasury of Parkland of such number of new Shares (calculated to six decimal places) as is equal to the aggregate amount of such Dividends divided by an amount between 99% and 95% of the corresponding Average Market Price. The new Shares so purchased will be held under the Plan by the Plan Agent for the account of the applicable Participants or, in the case of Eligible Shareholders who are enrolled in the Plan indirectly through CDS, credited through CDS to the accounts of appropriate CDS Participants on behalf of such Eligible Shareholders. Any subsequent Dividends paid in respect of Shares purchased under the Plan will be subject to reinvestment under the Plan (i) in the case of Shares held under the Plan for the account of a Participant other than CDS, or (ii) in the case of Shares enrolled in the Plan indirectly through CDS, pursuant to instructions provided to the Plan Agent by CDS in the manner described below under the heading "*Enrollment*".

## **Eligibility Requirements**

Shareholders who are resident in Canada may participate in the Plan.

Shareholders who are resident in any jurisdiction outside of Canada (other than the United States) may participate in the Plan only if their participation is permitted by the laws of the jurisdiction in which they reside and provided that Parkland is satisfied, in its sole discretion, that such laws do not subject the Plan or any of Parkland or the Plan Agent to additional legal or regulatory requirements. Any such Shareholders wishing to participate in the Plan should consult legal counsel where they reside to determine their eligibility to participate.

**Unless otherwise announced by Parkland, a Shareholder who is a resident of the United States or is otherwise a "U.S. person" as that term is defined in Regulation S under the United States *Securities Act of 1933*, as amended, may not participate in the Plan.** A "U.S. person" includes, without limitation, any natural person resident in the United States, any partnership or corporation organized or incorporated under the laws of the United States, any estate of which any executor or administrator is a U.S. person and any trust of which any trustee is a U.S. person.

The amount of any Dividends to be reinvested under the Plan on behalf of Shareholders who are not residents of Canada will be reduced by the amount of any applicable withholding taxes. See "*Withholding Taxes*" below.

Parkland and the Plan Agent also reserve the right to deny participation in the Plan to, or cancel the participation of, any person or agent of any person who appears to be, or who Parkland or the Plan Agent has reason to believe is, subject to the laws of any jurisdiction which do not permit participation in the Plan in the manner sought by such person or which will subject the Plan or Parkland to requirements of the jurisdiction not otherwise applicable to the Plan or Parkland, or whose participation in the Plan is suspected to be part of a scheme to avoid applicable legal requirements or otherwise engage in unlawful behaviour.

Parkland further reserves the right to determine, from time to time, a minimum number of Shares that a Shareholder must hold in order to be eligible for, or continue to be enrolled in, the Plan, subject to any applicable legal or regulatory requirements.

## **Enrollment**

The following paragraphs outline the enrollment process for an Eligible Shareholder who wishes to enroll in the Plan, including Eligible Shareholders who were enrolled in the Previous Plan.

### *Direct Enrollment*

An Eligible Shareholder whose Shares are registered in its own name may enroll in the Plan by using the internet or by delivering to the Plan Agent a duly completed Enrollment Form. For enrollment by using the internet or to obtain a copy of the Enrollment Form, see the Plan Agent's website at [www.investorcentre.com](http://www.investorcentre.com). A copy of the Enrollment Form may also be obtained by calling the Plan Agent at 1-800-564-6253, or from Parkland's website at [www.parkland.ca](http://www.parkland.ca).

A Participant who delivers a duly completed Enrollment Form will be deemed to thereby direct Parkland to credit the Plan Agent with all Dividends payable in respect of all Shares registered in the name of the Participant or held under the Plan by the Plan Agent for the Participant's account as of the Dividend record date, and to direct the Plan Agent to reinvest such Dividends in new Shares in accordance with the Plan and otherwise upon and subject to the terms and conditions described herein. See "*Deemed Representations, Directions and Authorizations*" below.

### *Indirect Enrollment*

An Eligible Shareholder whose Shares are not registered in its own name cannot enroll in the Plan directly but

may instead do so indirectly through the broker, investment dealer, financial institution or other nominee who holds their Shares by providing appropriate enrollment instructions to such nominee. Where such nominee holds Shares in its own name (and not through CDS) on behalf of an Eligible Shareholder, the nominee may enroll in the Plan on behalf of the Eligible Shareholder by delivering to the Plan Agent a duly completed Enrollment Form. Where the Shares are held indirectly through CDS, enrollment instructions must be communicated to CDS by the applicable CDS Participant in accordance with the procedures of the CDS depository system, and CDS will in turn provide instructions to the Plan Agent regarding the extent of its participation, on behalf of Eligible Shareholders. CDS instructions will advise the Plan Agent of the aggregate number of Shares held through CDS in respect of which Dividends are to be reinvested.

#### *Continued Participation*

Once a Participant (other than CDS) has enrolled in the Plan participation in the manner elected by the Participant continues automatically with respect to all Shares registered in the name of the Participant or held under the Plan by the Plan Agent for the Participant's account until the Plan or the Participant's participation therein is terminated or until the Participant changes its election.

Eligible Shareholders who participate in the Plan indirectly through CDS or otherwise through their broker, investment dealer, financial institution or other nominee should consult such nominee to confirm the nominee's policies concerning continued participation following initial enrollment.

See "*Termination of Participation*" and "*Change of Election*" below.

#### *Enrollment Deadlines*

In order for a particular Dividend payable on Shares held by an Eligible Shareholder to be reinvested on the Dividend payment date, the Plan Agent must receive (i) a duly completed Enrollment Form that covers such Shares not later than 3:00 p.m. (Calgary time) on the fifth (5th) Business Day preceding the record date for the Dividend, or (ii) in the case of Shares enrolled indirectly through CDS, appropriate instructions from CDS regarding the extent of its participation (on behalf of Eligible Shareholders) not later than such time on or before the record date for that Dividend as may be agreed from time to time between CDS and the Plan Agent in accordance with custom and practice relating to the CDS depository system. CDS must in turn receive appropriate instructions from the nominee holders that are CDS Participants not later than such deadline preceding the record date as may be established by CDS from time to time. Enrollment Forms or instructions from CDS, as applicable, received by the Plan Agent after the stipulated deadline will not be effective in respect of the applicable Dividend payment date unless otherwise determined by Parkland and the Plan Agent in their sole discretion.

#### *Broker Requirements*

A CDS Participant or other broker, investment dealer, financial institution or other nominee may require certain information or documentation from an Eligible Shareholder before it will act upon enrollment instructions relating to the Plan. **Eligible Shareholders who wish to participate in the Plan should contact the broker, investment dealer, financial institution or other nominee who holds their Shares to provide instructions regarding their decision to enroll in the Plan to confirm any information or documentation required to give effect to their instructions, to confirm the nominee's policies concerning continued participation following initial enrollment, and to inquire about any applicable deadlines that the nominee may impose or be subject to under the policies of that nominee or the CDS depository system.**

#### **Administration**

Computershare Trust Company of Canada has been appointed to act as Plan Agent for and on behalf of Participants. If Computershare Trust Company of Canada ceases to act as Plan Agent for any reason, another qualified party will be designated by Parkland to act as Plan Agent and Participants will be notified of the change.

All funds credited to the Plan Agent under the Plan on account of the reinvestment of Dividends (less any applicable withholdings) will be applied to the purchase of new Shares directly from Parkland on behalf of Participants. In no event will interest be paid to Participants on any funds held for reinvestment under the Plan.

In carrying out its obligations under the Plan on behalf of Participants, the Plan Agent shall only be required to act in accordance with the instructions duly received within the appropriate time periods.

### **Price of New Shares**

The subscription price of new Shares purchased on a Dividend payment date under the Plan will be between 99% and 95% of the Average Market Price for that Dividend payment date.

Subject to the policies of a particular broker, investment dealer, financial institution or other nominee through which a beneficial Shareholder holds their Shares, full reinvestment is possible as fractions of Shares may be credited to Participants' accounts maintained under the Plan.

### **Costs**

No commissions, service charges or similar fees are payable by Participants to Parkland or the Plan Agent in connection with the purchase of new Shares from treasury under the Plan. All administrative costs of the Plan, including the fees and expenses of the Plan Agent, will be paid by Parkland.

Eligible Shareholders whose Shares are not registered in their own name but who wish to participate in the Plan should consult the broker, investment dealer, financial institution or other nominee who holds their Shares to confirm whether the nominee charges any fees to enroll or participate in the Plan on their behalf.

### **Reports to Participants**

The Plan Agent will maintain an account for each Participant with respect to purchases of Shares made under the Plan for that Participant's account and will issue an unaudited statement regarding purchases made under the Plan on a monthly basis. These statements are a Participant's continuing record of purchases of Shares made for its account under the Plan and should be retained for income tax purposes.

Eligible Shareholders who participate in the Plan indirectly through their broker, investment dealer, financial institution or other nominee should consult such nominee to confirm what statements or reports, if any, will be provided by the nominee, whether for tax reporting purposes or otherwise.

Whether or not it receives detailed statements or reports concerning transactions made on its behalf under the Plan, each Shareholder is responsible for calculating and monitoring its own adjusted cost base in Shares for Canadian federal income tax purposes, as certain averaging and other rules may apply and such calculations may depend on the cost of other Shares held by the Shareholder and other factors.

### **Withdrawal of Shares**

Shares purchased and held under the Plan by the Plan Agent for the account of Participants other than CDS will be registered in the name of the Plan Agent or its nominee or in accounts designated by it for the account of Participants other than CDS. A DRS Advice evidencing book-entry registered ownership of such Shares, or a certificate for such Shares, will only be issued to the Participant if the Plan or the Participant's participation therein is terminated or if the Participant withdraws Shares from its account.

A Participant may, without terminating participation in the Plan, withdraw from its account under the Plan, and have a DRS Advice or Share certificate issued and registered in the Participant's name for, any number of whole Shares held for its account under the Plan by delivering to the Plan Agent a duly completed withdrawal portion of the voucher located on the reverse of the statement of account issued by the Plan Agent. A withdrawal request

form may also be obtained from the Plan Agent at the address below. Alternatively, a Participant may follow the instructions at the Plan Agent's self-service web portal at [www.investorcentre.com](http://www.investorcentre.com). The withdrawal of Shares and issuance of a DRS Advice or Share certificate will be completed within the Plan Agent's ordinary service standards, which is generally within three (3) weeks from the time the request is received. Any remaining Shares (including any residual fraction of a Share) will continue to be held by the Plan Agent for the Participant's account under the Plan.

Shares held under the Plan by the Plan Agent for the account of a Participant may not be sold, pledged or otherwise disposed of by the Participant while so held.

For Eligible Shareholders enrolled in the Plan indirectly through CDS, any new Shares issued under the Plan will not be held under the Plan but instead credited through the CDS depository system to the accounts of appropriate CDS Participants on behalf of such Eligible Shareholders.

### **Termination of Participation**

An Eligible Shareholder who is enrolled in the Plan directly and wishes to voluntarily terminate its participation in the Plan may do so by delivering to the Plan Agent a duly completed termination portion of the voucher located on the reverse of the statement of account issued by the Plan Agent. A termination request form may also be obtained from the Plan Agent at the address below. Alternatively, an Eligible Shareholder who is enrolled directly in the Plan and wishes to voluntarily terminate its participation in the Plan may follow the instructions at the Plan Agent's self-service web portal at [www.investorcentre.com](http://www.investorcentre.com). In addition, participation in the Plan will be terminated automatically following receipt by the Plan Agent of written notice of an individual Participant's death. The termination request will be processed within the Plan Agent's ordinary service standard, which is generally within three (3) weeks from the time the request is received.

An Eligible Shareholder who is enrolled in the Plan indirectly through CDS or otherwise through its broker, investment dealer, financial institution or other nominee and wishes to terminate its participation in the Plan must contact the nominee who holds its Shares and provide appropriate instructions to do so. The nominee should be consulted to confirm what information or documentation may be required to give effect to the termination instructions, and to inquire about any applicable deadlines that the nominee may impose or be subject to under the policies of that nominee or the CDS depository system.

In the event of termination of participation, a Participant (other than CDS) or a deceased Participant's estate or legal representative, as applicable, will be issued a DRS Advice or Share certificate for the number of whole Shares held under the Plan by the Plan Agent in the Participant's account and payment for any residual fraction of a Share so held based on the prevailing market price obtained by the Plan Agent at the time of sale.

### **Subdivisions**

If Shares are distributed pursuant to a subdivision of Shares, then the additional Shares received by the Plan Agent in respect of Shares held under the Plan by the Plan Agent for the account of Participants will be credited proportionately to the accounts of such Participants.

### **Shareholder Voting**

Whole Shares held under the Plan by the Plan Agent for a Participant's account on the record date for a vote of Shareholders will be voted in accordance with the instructions of the Participant given on a form to be furnished by the Plan Agent to the Participant for this purpose. Shares for which instructions are not received will not be voted. No voting rights will attach to any fraction of a Share held for a Participant's account under the Plan.

### **Deemed Representations, Directions and Authorizations**

By enrolling in the Plan, whether directly as a Participant or indirectly through CDS or otherwise through a broker, investment dealer, financial institution or other nominee, a Shareholder shall be deemed to have: (i) represented and warranted to Parkland and the Plan Agent that it is an Eligible Shareholder with respect to participation in the Plan; (ii) appointed the Plan Agent to receive from Parkland, and directed Parkland to credit the Plan Agent with, all Dividends (less any applicable withholding taxes) payable in respect of all Shares registered in the name of the Shareholder or held under the Plan for its account or, in the case of a Shareholder enrolled indirectly through CDS or otherwise through a broker, investment dealer, financial institution or other nominee, that are enrolled (through CDS or otherwise) on its behalf in the Plan ; and (iii) authorized and directed the Plan Agent to reinvest such Dividends (less any applicable withholding taxes) in new Shares, all in accordance with the provisions of the Plan as set forth herein (which provisions include, without limitation, the purchase of new Shares between 99% and 95% of the Average Market Price and the holding of such new Shares under the Plan or the crediting of such new Shares through CDS) and otherwise upon and subject to the terms and conditions described herein.

### **Responsibilities of Parkland and the Plan Agent**

None of Parkland or the Plan Agent will be liable to any Shareholder, CDS, any CDS Participant or any other nominee acting on behalf of a Shareholder in respect of the Plan for any act or for any omission to act in connection with the operation of the Plan including, without limitation, any claims or liability with respect to or arising out of:

- (a) any failure by CDS, a CDS Participant or any other nominee to enroll or participate or not enroll or participate in the Plan any Shareholder (or, as applicable, any Shares held on the Shareholder's behalf) in accordance with the Shareholder's instructions or to not otherwise act upon a Shareholder's instructions;
- (b) the continued enrollment in the Plan of any Shareholder (or, as applicable, any Shares held on the Shareholder's behalf) until receipt of all necessary documentation as provided herein required to terminate participation in the Plan;
- (c) the prices and times at which Shares are purchased under the Plan for the account of, or on behalf of, any Shareholder;
- (d) any decision by Parkland to issue or not issue new equity through the Plan on any given Dividend payment date, or the amount of equity issued (if any);
- (e) any decision to amend or terminate the Plan in accordance with the terms hereof;
- (f) any determination made by Parkland or the Plan Agent regarding a Shareholder's eligibility to participate in the Plan, including the cancellation of a Shareholder's participation for failure to satisfy eligibility requirements; or
- (g) any income taxes or other liabilities payable by a Shareholder in connection with their participation in the Plan.

**None of Parkland or the Plan Agent can assure a Participant (or any beneficial owner of Shares for which a Participant may be acting) a profit or protect a Participant (or any such beneficial owner, as applicable) against loss on Shares purchased under the Plan.**

The Plan Agent retains the right not to act and shall not be liable for refusing to act if, due to a lack of information or for any other reason whatsoever, the Plan Agent, in its sole judgment, determines that such act might cause it to be in non-compliance with any applicable anti-money laundering or anti-terrorist law, regulation or policy or

any other law, regulation or policy to which the Plan Agent is now or hereafter becomes subject.

### **Canadian Federal Income Tax Considerations**

The following is a summary of principal Canadian federal income tax considerations generally applicable to Shareholders who participate in the Plan. **This summary is of a general nature only, is not exhaustive of all possible tax considerations and is not intended to be legal or tax advice to any particular Shareholder.**

**This summary is provided by and on behalf of Parkland and not the Plan Agent. Shareholders are urged to consult their own tax advisors as to their particular circumstances and tax position.**

This summary is based on the provisions of the *Income Tax Act* (Canada) (the "**Tax Act**") and the regulations thereunder (the "**Regulations**"), all specific proposals to amend the Tax Act and the Regulations publicly announced by or on behalf of the Minister of Finance (Canada), and Parkland's understanding of the administrative and assessing practices of the Canada Revenue Agency (the "**CRA**"), all as of the effective date of the Plan. This summary does not otherwise take into account or anticipate any changes in law or the administrative or assessing practices of the CRA, nor does it take into account any provincial or territorial laws of Canada or the tax laws of any other country, including, without limitation, any changes which may occur after the effective date of the Plan. There can be no assurance that any proposed amendments will be enacted in the form publicly announced or at all.

This summary assumes that all Shares held by a Shareholder who participates in the Plan (a "**Participating Shareholder**") are held by the Participating Shareholder as capital property for the purposes of the Tax Act. The Shares will generally be considered to be capital property to a Participating Shareholder provided that such Participating Shareholder does not hold or use such Shares in the course of carrying on a business in which the Participating Shareholder buys or sell securities, and the Participating Shareholder did not acquire such Shares in one or more transactions considered to be an adventure or concern in the nature of trade. Certain Participating Shareholders who might not otherwise be considered to hold their Shares as capital property may, in certain circumstances, be entitled to have their Shares and any other "Canadian security" (as defined in the Tax Act) treated as capital property by making the irrevocable election permitted by subsection 39(4) of the Tax Act. A Participating Shareholder contemplating making such an election should first consult its own tax advisors.

This summary is not applicable to a Participating Shareholder: (i) that is a "financial institution" (as defined in the Tax Act) for the purposes of the "mark-to-market" rules; (ii) a Participating Shareholder an interest in which would be a "tax shelter investment" (as defined in the Tax Act); (iii) a Participating Shareholder that is a "specified financial institution" or a "restricted financial institution" (each as defined in the Tax Act); (iv) that is a partnership; or (v) a Participating Shareholder that has made a "functional currency" election under the Tax Act to determine its Canadian tax results in a currency other than Canadian currency; or (vi) that has entered or will enter into, in respect of the Shares, a "synthetic disposition agreement" or a "derivative forward agreement", both as defined in the Tax Act;

This summary applies only to Participating Shareholders who, at all relevant times and for the purposes of the Tax Act, are or are deemed to be resident in Canada for the purposes of the Tax Act. **Participating Shareholders that at any relevant time are not and are not deemed to be resident in Canada for the purposes of the Tax Act are urged to consult their own tax advisors regarding the tax consequence of participating in the Plan.**

The reinvestment of Dividends under the terms of the Plan does not relieve a Participating Shareholder from any liability for income taxes that may otherwise be payable on such amounts. In this regard, a Participating Shareholder who participates in the Plan will be treated, for tax purposes, as having received, on each Dividend payment date, a taxable dividend equal to the amount of the Dividend payable on such date, which Dividend will be subject to the same tax treatment accorded to taxable dividends received by the Participating Shareholder from a taxable Canadian corporation. For example, if the Participating Shareholder is an individual, Dividends will be subject to the gross-up and dividend tax credit rules contained in the Tax Act. If the Participating Shareholder is

a corporation, the Dividend will be included in income and will generally be deductible in computing income, except that a refundable tax will apply to the amount of any Dividend received by a "private corporation" or a "subject corporation" (both as defined in the Tax Act). The fact that a Dividend is reinvested pursuant to the Plan will not affect the status of a Dividend that is an "eligible dividend" for the purposes of the Tax Act.

A Participating Shareholder's reinvestment of Dividends pursuant to the Plan in such number of newly-issued Shares as is equal to the aggregate amount of the Dividend payable on each Dividend payment date divided by between 99% and 95% of the corresponding Average Market Price, should not result in the Participating Shareholder realizing a taxable benefit under the Tax Act.

Where Shares purchased pursuant to the Plan are held as capital property by a Participating Shareholder for the purposes of the Tax Act, the Participating Shareholder will generally realize a capital gain (or sustain a capital loss) on the sale of the Shares. The amount of such capital gain or capital loss will be equal to the amount by which the proceeds of disposition of the Shares are greater (or less) than the Participating Shareholder's adjusted cost base of such Shares plus any reasonable costs incurred by the Participating Shareholder in connection with the sale.

For the purposes of determining the amount of any capital gain (or capital loss) which may result from the disposition of Shares held as capital property, the adjusted cost base of the Shares owned by a Participating Shareholder at a particular time will be the average cost of all Shares owned by the Participating Shareholder at that time purchased through the Plan or otherwise purchased outside the Plan. Generally, a Participating Shareholder's cost of a Share purchased pursuant to the Plan will be equal to between 99% to 95% of the Average Market Price of the Share for that Dividend payment date.

Generally, one-half of any capital gain realized by a Participating Shareholder on a disposition of Shares purchased pursuant to the Plan must be included in the Participating Shareholder's income for the year as a taxable capital gain. Subject to certain specific rules in the Tax Act, one-half of any capital loss realized by a Participating Shareholder on a disposition of Shares in a taxation year will be an allowable capital loss which must be deducted from any taxable capital gains realized by the Participating Shareholder in the year of disposition. Allowable capital losses for a taxation year in excess of taxable capital gains for that year generally may be carried back and deducted in any of the three (3) preceding taxation years or carried forward and deducted in any subsequent taxation year against net taxable capital gains realized in such years to the extent and under the circumstances set out in the Tax Act.

A Participating Shareholder that is throughout the relevant taxation year a "Canadian-controlled private corporation" (as defined in the Tax Act) may be liable to pay a refundable tax of 6 2/3% on its "aggregate investment income" (as defined in the Tax Act) for the year which will include an amount in respect of taxable capital gains. If a Participating Shareholder is a corporation, then the amount of any capital loss arising from a disposition or deemed disposition of such Shares may be reduced by the amount of dividends received or deemed to have been received by it on such shares to the extent and under circumstances prescribed by the Tax Act. Similar rules may apply where a corporation is a member of a partnership or a beneficiary of a trust that owns Shares. **Participating Shareholders to whom these rules may be relevant should consult their own tax advisors.**

When a Participating Shareholder's participation in the Plan is terminated by the Participating Shareholder or Parkland or when the Plan is terminated by Parkland, the Participating Shareholder may be entitled to receive a cash payment for any residual fraction of a Share held based on the prevailing market price per Share at which Dividends were reinvested under the Plan as described above under "*Termination of Participation*" and below under "*Amendment, Suspension or Termination of the Plan*". A deemed dividend may arise if the cash payment for a fractional Share exceeds the paid-up capital in respect of such fractional Share and a capital gain (or capital loss) may also be realized in certain circumstances. A deemed dividend is treated in the manner described above in respect of dividends.

Dividends received and capital gains realized by a Participating Shareholder who is an individual (including certain trusts) may give rise to alternative minimum tax under the Tax Act.

### **Amendment, Suspension or Termination of the Plan**

Parkland reserves the right to amend, suspend or terminate the Plan at any time, provided that no such action shall have retroactive effect prejudicial to Participants. If the effective date of any such suspension or termination would be a date falling within the period from and including the Business Day immediately preceding the first day of a Pricing Period to and including the Dividend payment date immediately following the last day of such Pricing Period, then the effective date of such suspension or termination will be deemed to be the Business Day following such Dividend payment date. Parkland will publicly announce any material amendments to or suspension or termination of the Plan. Generally, no notice will be given to Participants regarding any amendments to the Plan intended to cure, correct or rectify any ambiguities, defective or inconsistent provisions, errors, mistakes or omissions. Parkland may from time to time supplement or amend the Plan without obtaining the approval of the board of directors of Parkland: (i) in order to correct any clerical or typographical error of a "housekeeping" nature; or (ii) as required to maintain the validity or effectiveness of the Plan as a result of any change in any applicable legislation, rules or regulations thereunder. Amendments to the Plan will be subject to the prior approval of the TSX.

In the event of termination of the Plan, Participants will be issued a DRS Advice or a Share certificate for the number of whole Shares held under the Plan by the Plan Agent in the Participant's account and payment for any remaining fraction of a Share so held based on the prevailing market price obtained by the Plan Agent at the time of sale. In the event that Parkland terminates the Plan, no investment will be made by the Plan Agent on the Dividend payment date immediately following the effective date of such termination and any Dividends paid after the effective date of such termination that would, but for the termination, be reinvested under the Plan, will be remitted to the Participants (less any applicable withholdings).

### **Withholding Taxes**

The Plan is subject to any withholding obligations that Parkland may have with respect to taxes or other charges under applicable laws, and any amounts to be reinvested pursuant to the Plan shall be net of any amounts required to be withheld.

### **Interpretation**

Any issues of interpretation arising in connection with the Plan, or its application shall be conclusively determined by Parkland.

### **Governing Law**

The Plan shall be governed by, and administered and construed in accordance with, the laws of the Province of Alberta and the federal laws of Canada applicable therein.

### **Notices and Inquiries**

Any notices, documents (including a DRS Advice or a Share certificate) or payments required under the Plan to be given or delivered to Participants by Parkland or the Plan Agent shall be validly given or delivered if mailed to Participants at their respective addresses as recorded in the register of Shareholders maintained by or on behalf of Parkland or, in the case of CDS, if given in accordance with custom and practice relating to the CDS depository system.

Inquiries to the Plan Agent may be directed to:

Computershare Trust Company of Canada

100 University Avenue, 8th Floor, North Tower  
Toronto, Ontario M5J 2Y1

Attention: Dividend Reinvestment Department

or by calling the National Customer Contact Centre at:

1-800-564-6253 (Toll free in North America) or (514) 982-7555

or by visiting:

[www.investorcentre.com/service](http://www.investorcentre.com/service)

Inquiries to Parkland may be directed to:

Parkland Corporation  
1800, 240 4<sup>th</sup> Ave SW  
Calgary, Alberta T2P 4H4

Attention: Vice President, Treasury  
Tel: (403) 483-9016  
Email: [steve.kovacs@parkland.ca](mailto:steve.kovacs@parkland.ca)  
Fax: (403) 567-2599

or by visiting:

[www.parkland.ca](http://www.parkland.ca)

**Effective Date**

The effective date of the Plan is March 18, 2014, as amended December 14, 2016, and November 10, 2021.