

February 27, 2025

Enforcement File: 2022-0029

Pavilion Energy Corp.
Suite 2150, 736 – 6th Ave SW
Calgary, Alberta T2P 3T7

Attention: Cas Morel, President

Re: General Order 2022-0029-01

Dear Mr. Morel,

On April 7, 2022, the BC Energy Regulator issued General Order 2022-0029-01 to Pavilion Energy Corp. (Pavilion).

Please be advised that pursuant to section 49(8) of the *Energy Resource Activities Act*, General Order 2022-0029-01 is hereby terminated.

If you have any questions or concerns, please do not hesitate to contact the BC Energy Regulator.

Sincerely,



Robert Workman
Manager, Enforcement
BC Energy Regulator

GENERAL ORDER 2022-0029-01
Section 49 Oil and Gas Activities Act

Issued to:

Pavilion Energy Corp.
1100, 800 - 6th Avenue, SW
Calgary, Alberta
T2P 4M6

Attention: Mr. Russell Gonie

Order:

Pursuant to section 49(1)(e)(ii) of the *Oil and Gas Activities Act* (the Act), I, Dax Bourke, order that Pavilion Energy Corp. (Pavilion) must:

1. No later than April 9, 2022, cease any transport of fluids through pipeline project number 2988 segment 3 (the Pipeline).
2. No later than June 15, 2022, complete an engineering assessment of the Pipeline in accordance with CSA Z2662, or abandon the pipeline in accordance with the Pipeline Regulation.
3. On or before 04:30 P.M. (PDT) April 10, 2022, provide notification of completion of Item 1 electronically to the Oil and Gas Commission (Commission) at C&E@bcogc.ca.
4. On or before 04:30 P.M. (PDT) June 15, 2022, provide notification of completion of Item 2 electronically to the Commission at C&E@bcogc.ca.

Conditions:

- A. This order shall remain in effect until amended or terminated in whole or in part by the Commission.

Reasons:

I make this order for the following reasons:

- i. Pavilion is the permit holder for the Pipeline.
- ii. On March 22, 2022, the Pipeline ruptured, resulting in a spill of approximately 20 cubic meters of liquid hydrocarbons.
- iii. The Pipeline rupture appears to have been caused by an overpressure event.
- iv. The apparent overpressure may have permanently damaged the Pipeline.

- v. An engineering assessment is required to determine if the Pipeline can be safely returned to service.
- vi. I am of the opinion that this order is necessary to protect the environment.

Review and Appeal:

Pavilion may request a review of this order under section 70 of the Act by submitting a request for review to: ogc.determinationreviews@bcogc.ca.

Alternatively, Pavilion may appeal this order to the Oil and Gas Appeal Tribunal under section 72 of the Act. The process for appeals may be found at www.ogat.gov.bc.ca and a notice of appeal may be sent to the Oil and Gas Appeal Tribunal at:

Oil and Gas Appeal Tribunal
PO Box 9425 Stn Prov Govt
Victoria, BC, V8W 9V1



Dax Bourke
A/Executive Director, Compliance & Enforcement
Oil and Gas Commission

DATED AT Fort St. John, in the Province of British Columbia, this 7th day of April 2022.