

February 8, 2019

Leucrotta Exploration Inc. 700, 639-5th Avenue, SW Calgary, Alberta T2P 0M9

Attention: Mr. Don Zinger

Re: General Order 2018-020

Dear Mr. Zinger:

On November 11, 2018, the BC Oil and Gas Commission (Commission) issued General Order 2018-020 to Leucrotta Exploration Inc. (Leucrotta).

Leucrotta has satisfied all the requirements of the Order.

Please be advised that pursuant to section 49(8) of the *Oil and Gas Activities Act*, General Order 2018-020 is hereby terminated.

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

Sincerely,

Patrick Smook

Director, Compliance and Enforcement

BC Oil and Gas Commission



GENERAL ORDER 2018-020

Section 49 Oil and Gas Activities Act

Issued to:

LEUCROTTA EXPLORATION INC. 700, 639-5th Avenue S.W. Calgary, AB T2P 0M9

Issued verbally at 19:10 (MST) 10 November 2018

Attention: Mr. Don Zinger

Order:

Pursuant to Section 49(1)(e) of the Oil and Gas Activities Act, (the Act), I, Patrick Smook, order that Leucrotta Exploration (Leucrotta) must:

- 1. Immediately conduct the following actions required to protect public safety:
 - a. Activate Leucrotta's emergency response plan in relation to the spill incident reported November 10, 2018, at 8-22-081-14 W6M (the operating area).
 - b. Act to contain and control the release of vapors from the operating area.
 - c. Contact residents as per those names provided by the Commission's duty emergency officer, and provide them with information consistent with the direction provided in CSA Z246.2, Section 13.2 (a)(ii) and as required during an emergency by CSA Z246.2, Section 14.1.
- 2. Provide the Commission, through the Duty Emergency Officer, a copy of Leucrotta's Incident Action Plan (IAP), outlining priority actions to achieve items required in paragraph 1, consistent with the direction provided in CSA Z246.2, Section 14.

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:

- 1. Leucrotta is the permit holder of the operating area.
- 2. On November 10th, the Commission received multiple complaints about odours from the operating area. Through field visits, Commission staff confirmed the presence of significant odours beyond the operating area.
- 3. On November 10th, following visits to operating area by Commission staff, actions taken by Leucrotta increased the odours, and multiple local residents self-evacuated.

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- 4. Leucrotta did not activate their emergency response plan, and failed to communicate with residents or provide residents with the direction and support, as required by section 2 of the Emergency Management Regulation and CSA Z246.2, Section 14.
- 5. I am of the opinion that this order is necessary to protect public safety.

Review and Appeal:

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

Leucrotta 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 4925 Stn Prov Govt Victoria, BC V8W 9V1

Patrick Smook,

Director, Compliance and Enforcement

BC Oil and Gas Commission

DATED at Fort St. John, in the Province of British Columbia, this 11th day of November, 2018.

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