

November 16, 2021 Enforcement File: 2021-0186

Tidewater Midstream and Infrastructure Limited Suite 900 – 222 – Third Avenue SW Calgary, AB T2P 0B4

Attention: Ryan Connery, Regulatory Coordinator

RE: Warning: Fail To Notify Sections 13 and 14 of the Dormancy and Shutdown Regulation

Dear Mr. Connery,

Tidewater Midstream and Infrastructure Limited (Tidewater) holds permits issued under the Oil and Gas Activities Act (the Act) and as such is subject to the Dormancy and Shutdown Regulation (DSR). This Regulation contains requirements as follows:

13.(1) Before doing specified work in a calendar year at a dormant site or former site, the permit holder for the site must give a written notice in accordance with this section to the interested persons, if any, for the site.

14. At least 30 days before doing specified work at a dormant site or former site, the permit holder for the site must notify in writing the interested persons, if any, for the site.

In Tidewater's Annual Work Plan for 2021, submitted on January 29, 2021, Tidewater stated it intended to undertake decommissioning activities at nine sites where Tidewater holds permits issued by the Commission.

On November 10, 2021, Tidewater self-disclosed to the BC Oil and Gas Commission (the Commission) that it had not met the requirements of Secs 13 and 14 of the DSR. In the self-disclosure Tidewater reported it had not completed nor attempted to make any notifications to any Interested Parties of its Annual Work Plan for 2021. Tidewater also disclosed on November 10, 2021 that it had not notified any Interested Parties of its Intention to Begin Work for any of the decommissioning activities it had completed up until that date. Tidewater failed to meet requirements under the DSR despite four previous reminders from Commission staff.

Tidewater initiated decommissioning work at five sites in October of 2021 that were subject to Sec 14 of the DSR. Notification of interested parties at least thirty days prior to the commencement of decommissioning activities did not happen in these five cases.

Given the circumstances, Tidewater is hereby issued a warning for failing to meet its notification obligations under Sections 13 & 14 of the Dormancy and Shutdown Regulation for the calendar year of 2021. Any future non-compliance with these obligations may result in escalated enforcement action.

If Tidewater has any questions about this matter, please contact the undersigned.

<original signed by>

Compliance & Enforcement Officer British Columbia Oil and Gas Commission