

June 6, 2025

Enforcement File: 2025-0045

Canadian Spirit Resources Inc. 1600, 421-7th Avenue SW Calgary, AB, T2P 4K9

Attention: Cameron McDonald, President & Director

RE: Warning : Fail To Comply With A Condition Of An Authorization

Dear Cameron McDonald,

Canadian Spirit Resources Inc. (CSRI) holds water license C133692 issued under the Water Sustainability Act. This authorization contains a standard condition as follows:

The licence holder shall keep records on daily water withdrawals in units of cubic metres. This information will be submitted to the Water Manager on a quarter-annual basis, on or before January 25, April 25, July 25 and October 25, for the preceding three month period. The requirement for water use reporting can be amended from time to time, as directed by the Water Manager.

This condition provides the company 25 days to compile its water withdrawal data and to submit a report to the BC Energy Regulator (Regulator). A report for the months of January, February, March, 2025, was due no later than April 25, 2025.

On May 2, 2025 the Regulator received the required report. This was 7 days past the due date. Late reporting may result in issuance of a violation ticket. The Regulator notes that CSRI has not had any history of late reporting in the last 3 years.

Given the circumstances, CSRI is hereby issued a warning only for the following: CSRI, on or about April 26, 2025, at or near Fort St.John, in the Province of BC, did fail to comply with the condition of an authorization contrary to Section 106(3)(k) of the Water Sustainability Act.

If CSRI has any questions about this matter, please feel free to contact the undersigned.

Sincerely,

<original signed by>

Compliance and Enforcement Officer British Columbia Energy Regulator