

July 21, 2026

Enforcement File: 2026-0067

Falls Creek Resources Inc.
PO Box 20076
Red Deer, AB T4N 6X5

Attention: Dean Thomson

RE: Warning : Fail To Comply Section 41.1(5) and 41.1(2)(a)(iii) of the Drilling and Production Regulation

Dear Dean Thomson,

In 2025 Falls Creek Resources Inc.(Falls Creek) had one active well that was pressurized more than 91 days in the 2025 calendar year and that required one screening survey as required by section 41.1(5) of the Drilling and Production Regulation(DPR).

In 2025 Falls Creek had one active battery facility that required 4 comprehensive surveys in accordance with section 41.1(2)(a)(iii) of the DPR.

Section 41.1(14) of the DPR requires a leak detection and repair report for each survey carried out during the calendar year of a well and the report to be submitted to the regulator by March 31 of the calendar year after the calendar year to which the report relates .

On April 23, 2026, the regulator reached out to Falls Creek as no leak detection and repair reports had been received and it was determined Falls Creek failed to complete the required surveys for the 2025 calendar year.

Given the circumstances, Falls Creek is hereby warned for the following:

Falls Creek, at or near Fort St. John , in the Province of BC, between January 1, 2025, and December 31 , 2025, being a well permit holder of one well that was pressurized more than 91 days in a calendar year, did fail to carry out the required survey for the well contrary to section 41.1(5) of the Drilling and Production Regulation.

Falls Creek, at or near Fort St. John , in the Province of BC , Between January 1, 2025 , and December 31, 2025 being a facility permit holder of a battery that was pressurized 273 days or more did fail to complete four comprehensive surveys as required by section 41.1(3) and contrary to section 41.1(2)(a)(iii) of the Drilling and Production Regulation.

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

Sincerely,

Manager, Enforcement
British Columbia Energy Regulator