

June 5, 2026

Enforcement File: 2025-0088

Kelt Exploration (LNG) Ltd.  
311 -6<sup>th</sup> Avenue SW  
Calgary, Alberta T2P 3H2

Attention: Mr. Patrick Miles, Vice President of Exploration

**RE: Warning: Failure to comply with conditions of a permit**

Dear Mr. Miles:

Kelt Exploration (LNG) Ltd. (Kelt) holds permit AD 100117313 issued under the Energy Resource Activities Act. This permit contains the following conditions:

37. A letter of notification from the Archaeologist listing flagged sites must be retained on file by the permit holder for audit by the BC Energy Regulator.

39. Archaeological sites HdRd-0018, HcRe-0036, HcRe-0033, HcRe-0034, HcRe-0045, HcRe-0047, HcRe-0049, HcRe-0050, HcRe-0051, HcRe-0053, HcRe-0056, HcRe-0058, HcRe-0059, HcRe-0061, HcRe-0062, HcRe-0063, HcRe-0064, HcRe-0065, HcRe-0074, HcRe-0075, HcRe-0076, HcRe-0077, HcRe-0078, HcRe-0079, HcRe-0084, HcRe-0085, HcRe-0086, HcRe-0088, HcRe-0096, HdRd-0011, HdRd-0018, HdRd-0026, HdRe-0002, HdRe-0003, HdRe-0004, HdRe-0005, HdRe-0009, HdRe-0010, HdRe-0046, HdRe-0047, HdRe-0056, HdRe-0057, HdRe-0060, HdRe-0061, HdRe-0062, HdRf-0006, HdRf-0007, HdRf-0009, HdRf-0011, HcRe-0017, HcRe-0019, HcRe-0035, HcRe-0036, HcRe-0041, HcRe-0042, HcRe-0044, HcRe-0052, HcRe-0095, HdRd-0010, HdRd-0020, HdRe-0047, HdRe-0006, HdRf-0012, HcRd-0004, HcRd-0017, HcRd-0019, HcRd-0020, HcRe-0002, HcRe-0018, HcRe-0020, HcRe-0021, HcRe-0022, HcRe-0023, and HcRe-0024 must be flagged for avoidance by a qualified archaeologist prior to project commencement. A qualified archaeologist must be present during geophysical program activities occurring within 50 m of the archaeological site boundaries of HcRe-0025, HcRe-0037, HcRe-0038, HcRe-0039, HcRe-0094, HcRe-0097, HdRd-0012, HdRe-0007, HdRf-0005, HcRe-0043, HcRe-0072, HcRe-0037, HdRe-0055, HdRe-0058, HdRe-0037 and HdRe-0059 to monitor activities to ensure that the archaeological sites are avoided and not impacted. An archaeological monitoring report must be submitted to the BC Energy Regulator as soon as practicable. A qualified archaeologist is defined as a Subarctic-boreal Forest field director or Heritage Conservation Act permit holder approved by the Archaeology Branch of MOF.

According to the self-disclosure submitted to the BC Energy Regulator by Kelt on October 1, 2025, Kelt did commence construction activities without having the archaeologist on site as per permit condition 39. In addition, site boundary flagging was only completed at two archaeology sites (HcRe-84 and

HcRe-85) during data collection for the application. As such, Kelt did not retain a letter on file from a qualified archaeologist as per permit condition 37.

In the assessment report dated October 1, 2025, from LXL Consulting, there were eight (8) archaeological sites identified within 50m of the project line. Kelt avoided the archaeological sites, and the closest archaeological site was 19.87m away from the project line. No disturbances to archaeological sites were reported by Kelt.

Given the circumstances, Kelt is hereby warned for the following:

Kelt, at or near Fort St. John, in the Province of BC, between January 15, 2025, and May 1, 2025, did fail to comply with condition 37 of permit AD 100117313 to wit: fail to retain letter of notification of the Archaeologist listing flagged sites on file contrary to section 21(1)(b) of the Energy Resource Activities Act.

Kelt, at or near Fort St. John, in the Province of BC, between January 15, 2025, and May 1, 2025, did fail to comply with condition 39 of permit AD 100117313 to wit: fail to flag archaeological sites prior to project commencement contrary to section 21(1)(b) of the Energy Resource Activities Act.

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

Sincerely,

R.A. Workman  
Manager, Enforcement  
BC Energy Regulator