

May 4, 2020 Enforcement File: 20-090FSJ

Keyera Energy Ltd. 200,144- 4<sup>th</sup> Ave SW Calgary, AB T2P 3N4

Attention: Mr. Colin Long

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

Dear Mr. Long,

Keyera Energy Ltd. (Keyera) holds water use authorization AD 100110005 WU #5467 issued under the Water Sustainability Act. This authorization contains the following condition:

The Permit Holder must maintain accurate records of all water withdrawal activities throughout the term authorized. Water withdrawal records for each diversion point, including "0" values for months where no water was withdrawn, must be recorded monthly. Water withdrawal records must be submitted to the Commission on a quarterly basis via eSubmission. Quarterly reports are due on or before April 25, July 25, October 25 and January 25.

This condition provides the company three weeks to compile its water withdrawal data and to submit a report to the Oil and Gas Commission (Commission). A report for the months of January, February and March was due no later than April 25, 2020.

On April 28, 2020, the Commission contacted Keyera and the required report was received on May 1, 2020, 6 days past the due date.

Late reporting may result in issuance of a violation ticket. The Commission notes Keyera has no non-compliance history related to late water reporting.

Given the circumstances, Keyera is hereby issued a warning only for the following:

Keyera, on or about April 26, 2020, 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 Keyera has any questions about this matter please feel free to contact the undersigned.

Sincerely,
<original signed by>

Oil and Gas Commission