

May 12, 2021

Enforcement File: 2020-1046

Pavilion Energy Corp.
1100, 800-6th Avenue SW
Calgary, Alberta T2P 3G3

Attention: Mr. Cas Morel, President

RE: Warning: Fail To Comply With Section 78.1 Drilling and Production Regulation

Dear Mr. Morel,

On June 15, 2018 section 78.1 of the Drilling and Production Regulation came into force. Section 78.1 states the following:

A facility permit holder must prepare and maintain an integrity management program and carry out operations in accordance with the integrity management program throughout the life cycle of the facility.

Pavilion Energy Corp. is a permit holder for numerous facilities. On April 21, 2021 the Commission finally received an acceptable integrity management program from Pavilion Energy Corp. almost 3 years after Section 78.1 came into force.

Given the circumstances, Pavilion Energy Corp is hereby warned for the following:

Pavilion Energy Corp., between June 15, 2018 and April 20, 2021, at or near Fort St. John, in the Province of BC, did fail to prepare and maintain an integrity management program and carry out operations in accordance with the integrity management program contrary to Section 78.1 of the Drilling and Production Regulation.

If Pavilion Energy Corp. has any questions about this matter please feel free to contact the undersigned.

Sincerely,

<original signed by>

Manager, Enforcement
Oil and Gas Commission