

July 16, 2021

Enforcement File: 2021-0088

Petronas Energy Canada Ltd.
1600, 215-2nd Street SW
Calgary, AB T2P 1M4

Attention: Chris Morrison, Team Lead, Regulatory

RE: Warning: Fail To Comply With Section 43(2) Drilling and Production Regulation

Dear Chris Morrison,

On April 24, 2021, the VRU located at Bubbles A-053-b/094-G-08 went down and Petronas Energy Canada Ltd. (Petronas) had to flare while repairs were made to the VRU. It was determined that daily flaring would be about 6 e3m3/day. Section 43(2) of the Drilling and Production Regulation (DPR) states the following:

(2) If an unplanned flaring event occurs and the quantity of flared gas exceeds 10 000 m³, the permit holder must notify the commission within 24 hours of the flaring event.

On May 13, 2021 Petronas notified the commission of the quantity of gas flared and that it expected the VRU to be back online on May 20, 21. This notification was late and not in accordance with section 43(2) of the DPR.

On May 20, 2021, the VRU was brought back online but on May 24, 2021 further repairs were required and Petronas initiated flaring again.

On May 28, 2021 Petronas notified the commission of the quantity of gas flared. Again, this was not in accordance with section 43(2) of the DPR. Petronas admitted that it experienced some internal miscommunication around this event and it has implemented measures to ensure this does not happen in the future.

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

Petronas, on or about May 26, 2021, at or near Fort St. John in the Province of BC, did fail to comply with section 43(2) of the DPR.

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

Sincerely,

<original signed by>

Manager, Enforcement
Oil and Gas Commission