

December 7, 2021

Enforcement File: 2021-0169

Canadian Natural Resources Limited
2100, 855-2nd Street SW
Calgary, AB T2P 4J8

Attention: Nelson Lord, Regulatory Coordinator

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

Dear Mr. Lord,

Canadian Natural Resources Limited (CNRL) holds numerous authorizations issued under the Water Sustainability Act. Each authorization contains a standard condition as follows:

The permit holder must maintain accurate records of all water withdrawal activities throughout the term approved. Water withdrawal records for each diversion point, including "0" values for months where no water was withdrawn, must be recorded monthly.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 25th, July 25th, October 25th, and January 25th.

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).

Reports for AD 100108351, WU 5322, AD 100109057, WU 5354, and AD 100109058, WU 5355, for the months of July, August were due no later than October 25, 2021.

Reports for the following AD's for the months of July, August and September were due no later than October 25, 2021.

AD 100109537 AD 100110251 AD 100111137 AD 100112037 AD 100112406
AD 100109583 AD 100110412 AD 100111140 AD 100112177 AD 100112416
AD 100110045 AD 100110627 AD 100111326 AD 100112240 AD 100112421
AD 100110111 AD 100110631 AD 100111346 AD 100112300 AD 100112454

AD 100110174 AD 100110698 AD 100113347 AD 100112335 AD 100112575
AD 100110184 AD 100110807 AD 100113381 AD 100112403 AD 100112578
AD 100112579 AD 100112779 AD 100112963 AD 100113019 AD 100113110
AD 100112547 AD 100112825 AD 100112913 AD 100113076 AD 100113113
AD 100113215 AD 100112979

On October 29, 2021, the Commission received the required reports. This was 4 days past the due date.

CNRL has no recent history of late water withdrawal reporting. Given the circumstances, CNRL is hereby issued a warning only for the following:

CNRL, on or about October 26, 2021, 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 CNRL has any questions about this matter, please feel free to contact the undersigned.

Sincerely,

<original signed by>

Manager, Enforcement
Oil and Gas Commission