

December 7, 2021

Enforcement File: 2021-0175

Sukunka Natural Resources Inc.
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,

Sukunka Natural Resources Inc. (SNRI) 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 Water withdrawal records for each diversion point, including "0" values for months where no water was withdrawn, must be recorded monthly.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 100109383, WU 5380, AD 100109389, WU 5381, AD 100111566, WU 5680, for the months of July, August and September were due no later than October 25, 2021.

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

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

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

Sincerely,

<original signed by>

Manager, Enforcement
Oil and Gas Commission