

August 18, 2022

Enforcement File:2022-0003 2022-0008

Spartan Delta Corp. 1500,308-4th Avenue SW Calgary, AB T2P 0H7

Attention: Fionna Chisholm

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

Dear Fionna Chisholm,

Spartan Delta Corp. (Spartan) held authorization AD 100109443 WU 5384 and AD 100109955 WU 5549, each 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 Water withdrawal records for each diversion point, including "0" values for months where no water was withdrawn, must be recorded monthly.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 25 days to compile its water withdrawal data and to submit a report to the Oil and Gas Commission (Commission). A report for AD 100109443 for the months of October and November, and a report for AD 100109955 for the months of October, November and December were due no later than January 25, 2022.

On January 31, 2022, the Commission received the required reports. This was 6 days past the due date.

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

Spartan, on or about January 26, 2022, 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 Spartan has any questions about this matter, please feel free to contact the undersigned.

Sincerely,

<original signed by>

Manager, Enforcement Oil and Gas Commission