

August 17, 2022

Enforcement Files: 2022-0058

Peaceland Farm Ltd. PO Box 6051 Fort St. John, B.C. V1J 4H6

Attention: Mr. Bill Stadler

RE: Fail To Comply With A Condition Of An Authorization

Dear Bill Stadler,

Peaceland Farm Ltd. holds two authorizations issued under the Water Sustainability Act, namely conditional water licence 502277 and conditional water licence 502884. Conditional water licence 502277 contains the following condition:

The license holder shall retain records of measured discharge as per the requirement of Condition (i) in units of cubic meters per second and daily water withdrawals in units of cubic metres. This information must be submitted to the Commission via the relevant process at the time of submission on a quarter-annual basis, on or before January 25, April 25, July 25 and October 25, for the preceding three month period or at anytime otherwise requested by the Commission. This requirement for water use reporting can be amended from time to time as directed by the Water Manager.

Conditional water licence 502844 contains the following condition:

The licence holder shall keep records of daily water withdrawals made from the dugout for Water Works: Sales purposes in units of cubic metres. The licence holder shall keep records of daily water withdrawals made from the Water Supply Well (PW200668, WTN119680, WPN47010) in units of cubic metres. This information must be submitted to the Commission via the relevant process at the time of submission on a quarter-annual basis, on or before January 25, April 25, July 25 and October 25, for the preceding three month period. This requirement for water use reporting can be amended from time to time as directed by the Water Manager.

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 the months of January, February and March, 2022, was due no later than April 25, 2022.

The Commission received the required reports on May 10, 2022. This was 15 days past the due date.

Peaceland Farm Ltd. will be issued a warning only for the following:

Peaceland Farm Ltd, on or about April 26,2022 at or near Fort St. John, in the province of B.C., did fail to comply with a condition of an authorization contrary to section 106(3)(k) of the Water Sustainability Act.

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

Sincerely,

<original signed by>

Manager, Enforcement Oil and Gas Commission