

August 30, 2022

Enforcement File: 2022-0079

Paramount Resources Ltd.
2800, 421 – 7th Avenue SW
Calgary, AB
T2P 4K9
Via e-mail

Attention: William Shearer

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

Dear Mr. Shearer,

Paramount Resources Ltd holds an authorization issued under the Water Sustainability Act. This authorization contains a standard condition as follows:

The permit holder must maintain accurate records of all water withdrawal activities throughout the term authorized. Water withdrawal records for each diversion point, including “0” values for months where no water was withdrawn, must be recorded monthly. Quarterly reports are due on or before April 25th, July 25th, October 25th, and January 25th, via eSubmission.

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 Quarter 2, 2022 was due no later than July 25, 2022.

On July 27, 2022, the Commission received the required report. This was two days past the due date.

Late reporting may result in issuance of a violation ticket. The Commission notes that Paramount Resources Ltd has been issued one previous non-compliance ticket related to late water withdrawal reporting in January 2020. This violation would have resulted in a second ticket being issued, however a technical issue prevents a ticket from being issued.

Given the circumstances, Paramount Resources Ltd is hereby issued a warning only for the following:

Paramount Resources Ltd, on or about July 26, 2022, did fail to comply with the condition of an authorization contrary to Section 106(3)(k) of the Water Sustainability Act.

If Paramount Resources Ltd has any questions about this matter please feel free to contact the undersigned.

Sincerely,

<original signed by>

Compliance and Enforcement Officer
British Columbia Oil and Gas Commission