

DIRECTIVE 2010-07

December 6, 2010



REPORTING OF WATER PRODUCTION AND FLOW BACK FLUIDS

TO: INDUSTRY CLIENTS

EFFECTIVE DATE: November 2010 Production reporting period

BACKGROUND:

The Oil and Gas Activities Act, Drilling and Production Regulation section 70, states that water production that is separated at a gas well or central facility must be metered to determine production or disposition quantities. Section 72 (2) further requires well permit holders to report the quantity of water production from a water source well to the Commission.

REQUIREMENT:

For clarity, all water produced from a producing oil, gas or water source well must be reported on the Ministry of Finance S-1 (Monthly Production Statement), and where applicable S-2 (Monthly Disposition Statement) forms (see link below).

Production must be submitted by the 25th day of the month following the month of production.

http://www.sbr.gov.bc.ca/business/Natural Resources/Oil and gas royalties/forms.htm

Should you have any questions regarding this Directive, please contact:

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