



September 3, 2019

6400-4100-32640-02

Matt Seegmiller
Completions Engineer
Bonavista Energy Corporation
1500, 525 – 8th Ave S.W.
Calgary, AB T2P 1G1

Dear Matt Seegmiller:

**RE: PRODUCED WATER DISPOSAL SPECIAL PROJECT CANCELLATION
BONAVISTA NIG a-31-F/94-H-04 (WA# 294)
NIG CREEK FIELD – BALDONNEL 'A' POOL**

The subject well was drilled in 1957 and completed into the Baldonnel 'A' pool as a gas producer. Approval for salt water disposal into the Baldonnel 'A' pool was granted on June 22, 1976. In June 2015 reservoir pressure was measured at near the maximum allowed pressure and plans were made to suspend and abandon the well. The zone is currently abandoned and on August 15th, 2019, Bonavista Energy Corporation indicated having no plans for reactivation and concurred that cancellation of the disposal approval is appropriate.

Pursuant to the *Oil and Gas Activities Act (OGAA)* section 75(2)(b), the Commission may cancel, suspend or amend a designation (iii) if the Commission considers that the designation is spent, or (iv) if the Commission considers that the designation is no longer appropriate, including, without limitation, for reasons of (a) public safety, (b) protection of the environment, or (c) conservation of petroleum and natural gas resources.

The Special Project Approval 73-02-001 for the Nig Creek field, Baldonnel 'A' pool well Bonavista Nig a-31-F/94-H-04 (WA# 294) is hereby cancelled under section 75(2)(b) of OGAA. In accordance with Section 75(2)(b)(iii), the Commission considers that the designation is spent.

Should you have any questions, please contact Logan Gray at (250) 419-4465 or the undersigned at (250) 419-4430.

Sincerely,

A handwritten signature in blue ink, appearing to read 'Ron Stefik', is written over a horizontal line.

Ron Stefik, Eng. L.
Supervisor, Reservoir Engineering
Oil and Gas Commission