

November 12, 2019

0600-4800-32640-02

Stephen Penner, P.L.(Eng)
Canadian Natural Resources Ltd.
Suite 2100, 855 - 2nd Street SW
Calgary, AB T2P 4J8

Dear Stephen Penner:

RE:

PRODUCED WATER DISPOSAL SPECIAL PROJECT CANCELLATION

CNRL W BEATTON d-48-K/94-H-2 (WA# 441)

BEATTON RIVER WEST FIELD – HALFWAY FORMATION

The subject well was drilled and completed in the Bluesky 'A' pool in 1959 as an oil well. The well was approved for salt water disposal into the Halfway formation on January 29th, 1996 and the Halfway formation was completed for disposal in November of 1997. Disposal operations began in December 1997 and the last reported disposal into the well occurred in February 2004. On November 7th, 2019, Canadian Natural Resources Ltd. indicated having no plans for reactivation of this well 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 96-02-003 for the Beatton River West field, Halfway formation well CNRL W Beatton d-48-K/94-H-2 (WA 441) 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,

Ron Stefik, Eng. L.

Supervisor, Reservoir Engineering

Oil and Gas Commission