

October 21, 2019

5400-8400-32640-02

Izet Ferraj Sr. Exploitation Engineer Canlin Energy Corporation 2600, 237 - 4th Avenue SW Calgary AB T2P 4K3

Dear Izet Ferraj:

RE: PRODUCED WATER DISPOSAL SPECIAL PROJECT CANCELLATION CANLIN ET AL KOTCHO b-86-K/94-I-14 (WA# 2097) KOTCHO LAKE FIELD – SLAVE POINT 'A' POOL

The subject well was drilled in 1967 and completed into the Slave Point 'A' pool as a gas well. Approval for salt water disposal into the Salve Point 'A' pool was granted on July 26, 1995 however no disposal operation has occurred. On October 17th, 2019, Canlin 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 95-02-002 for the Kotcho Lake field, Slave Point 'A' pool, well Canlin et al Kotcho b-86-K/94-I-14 (WA 2097) 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

Reservoir Engineering 2950 Jutland Road Victoria BC V8T 5K2 T 250.419-4400 F 250.419-4402 www.bcogc.ca