2020-4800-32640-02



December 18, 2020

Mohammad Tuhinuzzaman Sr Reservoir Engineer Enercapita Energy Ltd. 600, 435 - 4th Avenue SW Calgary, AB T2P 3A8

Dear Mr. Tuhinuzzaman:

RE: PRODUCED WATER DISPOSAL SPECIAL PROJECT CANCELLATION ENERCAPITA N BOUNDARY 11-30-87-14 (WA #3098) BOUNDARY LAKE NORTH FIELD – HALFWAY 'I' POOL

The subject well was drilled and completed into the Halfway 'l' pool in 1972 for the production of oil. The well produced oil and gas in March and April of 1972. On February 1st, 1993, the well was approved for disposal into Halfway 'l' pool. Disposal operation occurred from May of 2002 to December of 2014, with a cumulative injected volume of 69,000 m³. On December 12th, 2014, the pool was approved for waterflood, with the subject well as an approved injection well. Starting in 2015, the well has been active on injection until the current date. On December 16th, 2020, Enercapita Energy Ltd. indicated to the Commission via email that they concurred that cancellation of the disposal approval is appropriate, as the well is being operated as a waterflood injection well.

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 93-02-001 for the Boundary Lake North field, Halfway 'l' pool well Enercapita N Boundary 11-30-87-14 (WA #3098) 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.

This cancellation has no effect on the Boundary Lake North, Halfway 'l' pool pressure maintenance waterflood project.

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

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