

October 21, 2019

2900-8400-32640-02

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 CABIN b-42-B/94-P-5 (WA# 3423) CABIN FIELD – SLAVE POINT FORMATION

The subject well was drilled in 1973 and completed into the Slave Point formation in 1974. Water disposal operations commenced in April of 1974 and continued until April of 1993, with a total disposed volume of 921,118 m³. 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 granted for the Cabin field, Slave Point formation, well Canlin et al Cabin b-42-B/94-P-5 (WA 3423) 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