

November 15, 2019

5200-7400-32640-02

Hugo Martinez, P. Eng. Senior Reservoir Engineer Pacific Canbriam Energy Ltd. 2100, 215 2nd Street Calgary, Alberta T2P 1M4

Dear Mr. Martinez:

RE:

PRODUCED WATER DISPOSAL SPECIAL PROJECT CANCELLATION PACIFIC CANBRIAM ET AL KOBES a-A87-G/94-B-9 (WA# 14126)

KOBES FIELD – DEBOLT FORMATION

The subject well was dually completed as a Baldonnel gas producer and a Debolt water disposal well. Baldonnel production occurred between July 2004 and June 2014. Approval for salt water disposal into the Debolt formation was granted on November 3, 2005. The last disposal activity occurred in June 2018. The Debolt formation was zonally abandoned on October 9, 2019. Pacific Canbriam Ltd. has indicated there are no plans to reactivate disposal operations in this well and concur 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 05-02-009, for the Kobes field, Debolt formation, well Pacific Canbriam et al Kobes a-A87-G/94-B-9 (WA# 14126), 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 Kathryn Archibald at (250) 419-4406 or the undersigned at (250) 419-4430.

Sincerely,

Ron Stefik, Eng. L.

Supervisor, Reservoir Engineering

Oil and Gas Commission