

September 27, 2019

9045-7400-32640-02

Jesse Gore CNOOC Petroleum North America ULC 2300, 500 – Center St. S.E. Calgary, AB T2G 1A6

Dear Jesse Gore:

RE:

PRODUCED WATER DISPOSAL SPECIAL PROJECT CANCELLATION

CNOOC KOMIE d-A94-A/94-O-8 (WA#24240) HORN RIVER FIELD – DEBOLT FORMATION

The subject well was drilled and completed as a Debolt water source well or water disposal well in September of 2008. The well was tested and was found to have limited potential for source water. The well was approved for disposal into the Debolt formation in November of 2008. Disposal volumes were only reported for May and June of 2009 and the well was suspended in December of 2015. On September 24th, 2019, CNOOC Petroleum North America ULC indicated having no plans for future disposal 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 08-02-010 for the Horn River field, Debolt formation well CNOOC Komie d-A94-A/94-O-8 (WA 24240) 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