

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 TSEA c-A16-I/94-O-8 (WA#27360) HORN RIVER FIELD – DEBOLT FORMATION

The subject well, rig released March 17, 2012, was drilled and completed into the Debolt formation for the purpose of a water source well. Approval to dispose of produced water into the Debolt formation was granted in August of 2012. The approval was amended once in May 2014 to alter the maximum wellhead injection pressure and again in May 2015 to allow for disposal of non-hazardous waste, in addition to produced water. The well disposed from September 2012 to September of 2016. 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 12-02-022 for the Horn River field, Debolt formation well CNOOC TSEA c-A16-I/94-O-8 (WA 27360) 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

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