

April 3, 2023

8157-2885-32640-02

Lance Gosselin, P.Eng. Sr. Well Operations Engineer Secure Energy Services Inc. 2300, 225 – 6th Ave SW Calgary, AB T2P 1N2

Dear Mr. Gosselin,

RE: PRODUCED WATER AND NON-HAZARDOUS WASTE DISPOSAL SPECIAL PROJECT APPROVAL; PRESSURE TESTING DEFERRAL SECURE TOWER A8-31-081-17; WA# 30428 TOWER LAKE FIELD – CADOMIN-NIKANASSIN FORMATION

Commission staff have reviewed Secure Energy Services Inc.'s (Secure) application, dated March 15th, 2023, requesting a deferral of the required annual reservoir pressure test for the subject well for the 2023 calendar year.

In 2014, the subject well was drilled and completed in the Cadomin-Nikanassin zone, which was approved for disposal of produced water and non-hazardous waste. Disposal began in December of 2014, with current cumulative disposal volume to-date of $8.9e^3m^3$. Secure has requested a deferral for the 2023 annual pressure test requirement for the subject well in proximal location to disposal well Secure Tower 08-31-81-17 (WA 27395). A testing deferral was granted for 2022.

The Commission concurs that the two disposal wells appear to be in communication and that there is significant estimated remaining capacity. Due to induced seismicity associated with proximal Cadomin-Nikanassin disposal wells, it remains important to monitor the reservoir pressure of at least one of the two disposal wells on an annual basis.

The Commission hereby grants a deferral of the required annual reservoir pressure test on the well Secure Tower A8-31-81-17 (WA 30428) for the 2023 calendar year, subject to the following condition:

 A reservoir pressure test must be obtained in the Cadomin-Nikanassin formation in the well Secure Tower 8-31-81-17 (WA 27395) by December 31st, 2023. Both disposal wells must be shutin prior to the test for sufficient time to obtain a stabilized reservoir pressure.

Should you have any questions, please contact Logan Gray at (250) 419-4465 or the undersigned at (250) 419-4430.

Sincerely,

Ron Stefik, P.L.Eng Supervisor, Reservoir Engineering BC Energy Regulator

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