8000-4520-59240-06



December 20, 2022

Joel Hughes Production Operations Manager Pavilion Energy Corp. 2150, 736 – 6th Avenue S.W. Calgary AB T2P 3T7

Dear Mr. Hughes:

RE: GOOD ENGINEERING PRACTICE (GEP) SPECIAL PROJECT CANCELLATION OTHER THAN NORMAL SPACING ORDER STODDART FIELD - CECIL "B" POOL

The Stoddart Cecil 'B' oil pool was discovered by the drilling of well Pavilion Stoddart A6-19-86-19, WA 3723, in March 1976. The well has produced intermittently due to scaling and wax problems. Pavilion Energy Corp. (Pavilion) planned to complete the well Pavilion Stoddart 6-19-86-19, WA 2575, in the Cecil 'B' pool to accelerate production to maintain economic rates and increase reserves recovery. A GEP approval was granted for the pool on December 10, 2020, to allow for production from both wells from the same spacing unit.

Subsequent to the GEP approval, Pavilion modified the equipment at WA 2575 to allow for continued economic production from the exiting completion and no longer plans to recomplete it in the Cecil 'B' pool. On December 15th, 2022, Pavilion communicated their consent to cancel the GEP approval to the Commission via email.

The Special Project Approval 20-06-002 for the Stoddart field, Cecil 'B' pool is hereby cancelled under section 75(2)(b) of OGAA. In accordance with Section 75(2)(b)(iv), the Commission considers that the designation is no longer appropriate.

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 Oil and Gas Commission