

October 6, 2017

9021-5000-59240-06

David A. Balderston Negotiating Land Manager Pengrowth Energy Corporation 2100, 222 Third Avenue SW Calgary, AB T2P 0B4

Dear Mr. Balderston:

RE:

GOOD ENGINEERING PRACTICE SPECIAL PROJECT

OTHER THAN NORMAL SPACING ORDER

HERITAGE MONTNEY 'A' POOL

Approval for Good Engineering Practice (GEP) for producing Montney gas in the Groundbirch field was issued on June 16, 2009. Approval for Other Than Normal Spacing (OTNS) was issued as Amendment #1 on January 11, 2012.

The Commission has reviewed the approved area, DLS 80-21W6 – Sections 21, 28-33 and DLS 81-21W6 – Sections 5, 6 and 8, and found the approved area is now within the boundary of the mapped Regional Heritage Montney field. As such, this area is now subject to the production and spacing approvals in the Drilling and Production Regulation (DPR) for unconventional zones in Schedule 2.

Order 09-06-017 and Order 09-06-017-OTN are hereby terminated as per your written request, which was received by the Commission on October 5, 2017.

Should you have any questions, please contact Kathryn Archibald at (250) 419-4457 or the undersigned at (250) 419-4430.

Sincerely,

Ron Stefik, EngL

Supervisor, Reservoir Engineering

Oil and Gas Commission

Cc: Mark Horne, Senior Landman, Crew Energy Inc.