

March 16, 2020

0600-2600-59240-09

Brittany Jorgensen, P.Eng. Exploitation Engineer Canadian Natural Resources Limited 2500, 855 – 2nd St SW Calgary, AB T2P 4J8

Dear Ms. Jorgensen:

RE:

PRESSURE MAINTENANCE WATERFLOOD

SPECIAL PROJECT CANCELLATION

BEATTON RIVER WEST - BLUEKSY "A" POOL UNIT #1

The waterflood project in the Beatton River West field, Bluesky "A" pool, Unit #1, was approved on July 7, 1972. Commission records for the project indicate that production and water injection ceased in August 2015. On February 11, 2020, the Commission notified Canadian Natural Resources Limited of our intention to cancel the special project approval unless a valid reason for continuing the project was received by March 15, 2020. No request for continuation of the project has been received by the Commission.

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 resources.

The Special Project Approval for the Beatton River West field, Bluesky "A" pool, Unit #1, is hereby cancelled under section 75(2)(b)(iii) of OGAA; the Commission considers that the designation is spent.

Please contact Kathryn Archibald at (250) 419-4406 or the undersigned at (250) 419-4430 should you have any questions.

Sincerely,

Ron Stefik, EngL

Supervisor, Reservoir Engineering

Oil and Gas Commission