

March 16, 2020

4600-7400-59240-09

Lynn Wood Exploitation Engineer – BC North Canadian Natural Resources Limited 2500, 855 – 2nd St SW Calgary, AB T2P 4J8

Dear Ms. Wood:

RE: PRESSURE MAINTENANCE WATERFLOOD SPECIAL PRJECT CANCELLATION HALFWAY FIELD – DEBOLT "A" POOL – BERKLEY PROJECT

The waterflood project in the Halfway field, Debolt "A" pool, Berkley Project, was approved on June 28, 2000. Commission records for the project indicate that production ceased in 2002. The Commission required that water injection cease by March 11, 2016. On February 14, 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 gas resources.

The Special Project Approval for the Halfway field, Debolt "A" pool, Berkley Project, 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) 429-4406 or the undersigned at (250) 419-4430 should you have any questions.

Sincerely,

Ron Stefik, EngL^I Supervisor, Reservoir Engineering Oil and Gas Commission