

Application for Good Engineering Practice

TAKE NOTICE that Progress Energy Resources Corp., 1200, 205 – 5th Avenue S.W., Calgary, Alberta, T2P 2V7, has applied for approval to produce gas from the Gundy Creek West field area - Bluesky formation under Good Engineering Practice (GEP).

The requested GEP amendment area is as follows:

94-B-9 Block J Units 76-79, 86-89, 96-99 94-B-16 Block B Units 6-9, 16-19, 26-29

If no valid objection in writing is received by the undersigned by February 9, 2010 the application may be approved subject to such conditions as may be prescribed.

Copies of the application may be obtained from the applicant. Any objection should be sent in writing to both the undersigned and the applicant.

Dated at Victoria, British Columbia this 19th day of January 2010.

Ron Stefik

for

Richard Slocomb, P.Eng. Supervisor, Reservoir Engineering Resource Conservation Oil and Gas Commission

Applicant Contact: Joe Leonard (403) 539-2991