

Application for Good Engineering Practice

TAKE NOTICE that Monterey Exploration Ltd., 1000, 500 - 4th Avenue SW, Calgary, Alberta T2P 2V6, has applied for Good Engineering Practice (GEP) approval to produce gas from the Groundbirch area Montney formation.

The requested GEP areas are as follows:

Twp 79 Rge 21 W6M Sections 21, 22, 27, 28, 32, and 33.

If no valid objection in writing is received by the undersigned by August 17, 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 27th day of July 2010.

Richard Slocomb

Supervisor, Reservoir Engineering

Resource Conservation
Oil and Gas Commission

Applicant Contact: Daniel Tiberio (403) 691-7741