

Application for Good Engineering Practice

TAKE NOTICE that Nexen Inc., $801 - 7^{th}$ Avenue SW, Calgary, Alberta T2P 3P7, has applied for Good Engineering Practice (GEP) approval to produce gas from the Horn River shale in the Horn River Basin area.

The requested GEP areas are as follows:

NTS 94-O-08 Block G Units 11-13, 21-23, 31-33, 41-43, 51-53, 61-63, 71-73, 81-83, 91-93 Block H Units 14-20, 24-30, 34-40, 44-50, 51-60, 61-70, 71-80, 81-90, 91-100 Block I Units 1-10, 14-20, 24-30, 34-40, 44-50

Block J Units 1-10, 14-20, 24-30, 34-40, 44-50 Block J Units 1-3, 11-13, 21-23, 31-33, 41-43

NTS 94-P-05 Block E Units 60, 70, 80, 90, 100 Block L Unit 10.

If no valid objection in writing is received by the undersigned by June 17, 2011, 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 May 2011.

Richard Slocomb

Supervisor, Reservoir Engineering

Resource Conservation
Oil and Gas Commission

Applicant Contact: Jeff Smith (403) 699-5592