

Application for Good Engineering Practice

TAKE NOTICE that Painted Pony Petroleum Ltd., 300, 602 – 12th Avenue S.W., Calgary, Alberta, T2R 1J3, has applied for approval to produce gas from the Blair and Town fields - Montney formation under Good Engineering Practice (GEP).

The area requested in the GEP application is as follows:

94-B-16 Block E Units 31, 41, 51, 61, 71, 81, 91

94-B-16 Block F Units 32-40, 42-50, 52-60, 62-70, 71-80, 81-90, 91-100

94-B-16 Block G Units 80, 90, 100

94-B-16 Block J Unit 10

94-B-16 Block K Units 1-10, 12-19, 22-29, 32-37, 42-47

94-B-16 Block L Unit 1.

If no valid objection in writing is received by the undersigned by August 31, 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 10th day of August 2010.

Richard Slocomb

Supervisor, Reservoir Engineering

Resource Conservation

Oil and Gas Commission

Applicant Contact: Darren Tisdale (403) 441-2046