

Application for Good Engineering Practice Amendment

TAKE NOTICE that Progress Energy Resources Corp. (1200, 205 - 5th Avenue SW, Calgary AB, T2P 2V7) has applied to amend a Good Engineering Practice under section 75 (Special Projects) of the *Oil and Gas Activities Act* to produce gas from the Montney formation in the Town area.

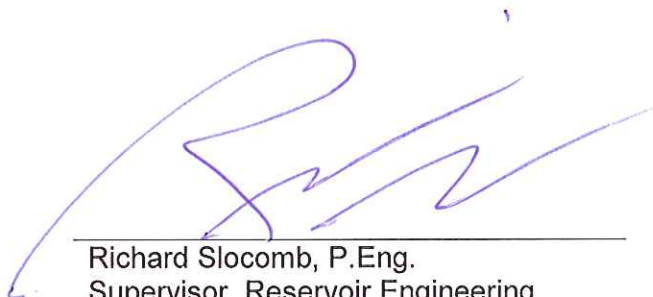
The area requested in the application is as follows:

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|---------|---------|------------------------------------------------------------------------------------------|
| 94-B-16 | Block A | units 52, 53, 62, 63, 72-75, 82-85, 92-97 |
| | Block G | units 31, 41, 51-53, 61-63, 71-75, 81-85, 91-93 |
| | Block H | units 2-7, 12-17, 22-27, 34-40, 44-50, 52-60, 62-70, 72-80, 82-90, 92-100 |
| | Block I | units 2-10, 18-20, 28-30, 40, 50 |
| | Block J | units 1-3, 11-13, 21-23, 31-35, 41-45, 52-57, 62-67, 72-77, 82-87, 96, 97 |
| | Block K | units 54-57, 64-67, 98-100 |
| | Block L | units 91-95 |
| 94-G-1 | Block B | units 6, 7, 40, 50, 60, 70, 80, 90, 100 |
| | Block C | units 8-10, 18-20, 28-30, 31-33, 38-40, 41-43, 48-50, 51-55, 61-65, 71-75, 81-85, 91-100 |
| | Block D | units 1-5, 11-15, 21-25, 31-35, 41-45, 52-57, 62-67, 72-77, 82-87, 91-97 |
| | Block E | units 1-7 |
| | Block F | units 1-10 |
| | Block G | unit 10 |

Any valid objections that have been received by the undersigned by January 3, 2011 will be considered in the decision as to whether or not the application will be approved.

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 13th day of December 2010.



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