

Application for Good Engineering Practice

TAKE NOTICE that Iteration Energy Ltd. (700, 700 – 2^{nd} Street SW, Calgary AB, T2P 2W1) has applied for approval to produce gas from the Montney formation in the Monias area under Good Engineering Practice (GEP).

The area requested in the GEP application is as follows:

82-20 W6M Sections 16, 17, 19 - 21

If no valid objection in writing is received by the undersigned by December 22, 2009 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 1st day of December 2009.

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

Applicant Contact: Steve Kehoe (403) 290-4911