

Application for Good Engineering Practice

TAKE NOTICE that Progress Energy Resources Corp., 1200, 205 – 5th Avenue S.W., Calgary, Alberta, T2P 2V7 has applied for approval to produce gas from the Town field area – Montney formation under Good Engineering Practice (GEP).

The area requested in the GEP application is as follows:

94-B-16 Block J Units 14-19, 24-29, 36-39, 46-49, 58-60, 68-70

Block K Units 51 and 61.

If no valid objection in writing is received by the undersigned by December 7, 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 16th day of November 2009.

Richard Slocomb

Supervisor, Reservoir Engineering

Resource Conservation

Oil and Gas Commission

Applicant Contact: Joe Leonard (403) 539-2991