

May 4, 2020

Enforcement File: 20-099FSJ

Windward Resources Ltd.
SS2 Site 6 Comp 28
Station Main
Fort St. John, B.C. V1J 4M7

Attention: Mr. Darren Henderson, Project Manager

RE: Warning: Fail To Comply With Condition Of An Authorization

Dear Mr. Henderson,

Windward Resources Ltd. (Windward) holds water use authorization AD 100109970 WU #5453 issued under the Water Sustainability Act. This authorization contains the following condition:

The Permit Hlder must maintain accurate records of all water withdrawal activities throughout the term authorized. Water withdrawal records for each diversion point, including "0" values for months where no water was withdrawn, must be recorded monthly. Water withdrawal records must be submitted to the Commission on a quarterly basis via eSubmission. Quarterly reports are due on or before April 25, July 25, October 25 and January 25.

This condition provides the company three weeks to compile its water withdrawal data and to submit a report to the Oil and Gas Commission (Commission). A report for the months of January, February and March was due no later than April 25, 2020.

On April 29, 2020, the Commission contacted Windward and the required report was received on April 29, 2020, 4 days past the due date.

Late reporting may result in issuance of a violation ticket. The Commission notes Windward has no non-compliance history related to late water reporting.

Given the circumstances, Windward is hereby issued a warning only for the following:

Windward, on or about April 26, 2020, at or near Fort St. John in the Province of BC, did fail to comply with the condition of an authorization contrary to Section 106(3)(k) of the Water Sustainability Act.

If Windward has any questions about this matter please feel free to contact the undersigned.

Sincerely,

<original signed by>

Oil and Gas Commission