

February 15, 2019

Enforcement File: 18-172FSJ

Pavilion Energy Corp.
2150, 736-6th Ave SW
Calgary, AB T2P 3T7

Attention: Mr. Cas Morel, President

Re: General Order 2018-023

Dear Mr. Morel,

On December 13, 2018, the BC Oil and Gas Commission (Commission) issued General Order 2018-023 to Pavilion Energy Corp. (Pavilion).

Pavilion has satisfied all the requirements of the Order.

Please be advised that pursuant to section 49(8) of the *Oil and Gas Activities Act*, General Order 2018-023 is hereby terminated.

If you have any questions or concerns, please do not hesitate to contact the Commission.

Sincerely,



Patrick Smook
Director, Compliance & Enforcement
BC Oil and Gas Commission

GENERAL ORDER 2018-023
Section 49 *Oil and Gas Activities Act*

Issued to:

Pavilion Energy Corp.
2150, 736 – 6th Ave SW
Calgary, Alberta T2P 3T7

Attention: Mr. Cas Morel, President

Order:

Pursuant to section 49(1)(d) of the *Oil and Gas Activities Act* (the Act), I, Patrick Smook, order that Pavilion Energy Corp. (Pavilion) must:

1. On or before 4:00 PM on December 15, 2018, cease all production at well WA 26316 (subject well) located at 5-10-86-20 W6M (subject location). The well shall cease all production until otherwise authorized by the BC Oil and Gas Commission (the Commission).

Conditions:

- A. This order shall remain in effect until amended or terminated in whole or in part by the Commission.

Reasons:

I make this order for the following reasons:

1. Pavilion is the permit holder for the subject well.
2. On December 10, 2018 Commission staff attended the subject location and observed a pumpjack, flow line, separator, pop tank and associated piping and that the pumpjack and flow line were in operation (subject activities).
3. Commission records indicate that Pavilion does not have a permit for the subject activities at the subject location.
4. The subject activities constitute an oil and gas activity pursuant to section 1(2) of the Act.
5. Section 21(a)(i) of the Act states that a person must not carry out an oil and gas activity unless the person holds a permit that gives the person permission to carry out that oil and gas activity.
6. I am of the opinion that Pavilion is not in compliance with section 21(a)(i) of the Act.

Review and Appeal

Pavilion may request a review of this order under section 70 of the Act by submitting a request for review to: ogc.determinationreviews@bcogc.ca.

Pavilion may appeal this order to the Oil and Gas Appeal Tribunal under section 72 of the Act. The process for appeals may be found at www.ogat.gov.bc.ca and a notice of appeal may be sent to the Oil and Gas Appeal Tribunal at:

Oil and Gas Appeal Tribunal
PO Box 4925 Stn Prov Govt
Victoria, BC V8W 9V1



Patrick Smook
Director, Compliance and Enforcement
BC Oil and Gas Commission

DATED AT Fort St. John, in the Province of British Columbia, this 13th day of December, 2018.