

July 19, 2019 Enforcement File: 19-057

Whitecap Resources Inc. 8th Avenue Place –East Tower 3800, 525-8th Avenue, SW Calgary, AB T2P 1G1

Attention: Heather Bell

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

Dear Ms. Bell,

Whitecap Resources Inc. (Whitecap) holds Conditional Water Licence C112155 issued under the Water Sustainability Act. This licence contains the following condition as follows:

The licensee shall keep records on:

Actual daily water withdrawals in units of cubic metres.

This information will be submitted to the Regional Water Manager on a quarterannual basis, on or before January 25, April 25, July 25 and October 25, for the preceding 3 month period, in a digital comma separated value format. The requirement for reporting may be amended from time to time, as directed by the Regional Water Manager

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, 2019, was due no later than April 25, 2019.

On July 15, 2019, the Commission received the required report after Whitecap was contacted.

Late reporting may result in issuance of a violation ticket. The Commission notes this is not the first time Whitecap has failed to report on time for this particular licence. In the past the Commission has taken no enforcement action for such late reporting but compliance has not improved and late reporting with not longer be accepted.

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

Whitecap, on or about April 26, 2019, did fail to comply with the condition of an authorization contrary to Section 106(3)(k) of the Water Sustainability Act.

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

Sincerely,

<original signed by>

Manager, Enforcement
Oil and Gas Commission