

October 2, 2019

0210-2600-32640-60

Lawrence Ndoh, P. Eng
Facilities Engineer
FortisBC Midstream Inc.
Aitken Creek Gas Storage
11304 – 100th Avenue
Ft St John, British Columbia V1J 1Z9

Dear Mr. Ndoh,

**RE: OBSERVATION WELL DESIGNATION WITHDRAWAL
AITKEN GAS ET AL N AITKEN a-39-D/94-H-4 (WA 5440)
AITKEN CREEK NORTH – BLUESKY 'A'**

The subject well was drilled in 1980 and the Bluesky 'A' formation was completed in 1993. The Aitken Creek North field, Bluesky 'A' formation was approved for underground natural gas storage in 1999 and the subject well, Aitken Gas et al N Aitken a-39-D/94-H-4 (WA 5440) became an observation well in February 2011 for the purpose of reservoir pressure monitoring.

In March 2019, a cement squeeze was conducted on the Bluesky perforations in the subject well concluding reservoir pressure testing capability. Fortis BC Midstream Inc. has informed the Commission that Aitken Gas Storage ULC does not intend to use this well for observation in the future.

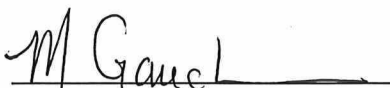
The Drilling and Production Regulation Part 1 defines an observation well as "a well or a portion of a well designated as an observation well under section 2 (7)".

- 2 (7) An official may designate a well as an observation well if
- (a) the well is being used to monitor reservoir pressures or to obtain other formation information, and
 - (b) the well is not used to produce from, or inject or dispose of fluids into, a formation being monitored.

The observation well designation for Aitken Gas et al N Aitken a-39-D/94-H-4 is withdrawn as the well can no longer be used to monitor reservoir pressures.

Should you have any questions, please contact Kathryn Archibald at (250) 419-4406 or the undersigned at (250) 419-4482.

Sincerely,



Michelle Gaucher, P.Eng.
Reservoir Engineer
Oil and Gas Commission