



November 18, 2019

5500-6200-32640-02

Stephen Penner, P.L.(Eng)
Canadian Natural Resources Limited
Suite 2100, 855 - 2nd Street SW
Calgary, AB T2P 4J8

Dear Stephen Penner:

**RE: PRODUCED WATER DISPOSAL SPECIAL PROJECT CANCELLATION
CNRL LADYFERN c-89-A/94-H-1 (WA# 13604)
LADYFERN FIELD – BELLOY FORMATION**

The subject well was drilled and completed in the Slave Point 'A' pool in 2001 as a gas well. Approval was granted for disposal into the Belloy and Debolt formations on November 26th, 2001 and disposal into the Belloy Formation commenced in February of 2002. The last reported disposal into the well occurred in January 2016. The Belloy zone was abandoned in December of 2018 and the Debolt formation was never completed. On November 7th, 2019, Canadian Natural Resources Ltd. indicated having no plans for reactivation of this well and concurred that cancellation of the disposal approval is appropriate.

Pursuant to the *Oil and Gas Activities Act (OGAA)* section 75(2)(b), the Commission may cancel, suspend or amend a designation (iii) if the Commission considers that the designation is spent, or (iv) if the Commission considers that the designation is no longer appropriate, including, without limitation, for reasons of (a) public safety, (b) protection of the environment, or (c) conservation of petroleum and natural gas resources.

The Special Project Approval 01-02-010 for the Ladyfern field, Belloy formation well CNRL Ladyfern c-89-A/94-H-1 (WA 13604) is hereby cancelled under section 75(2)(b) of OGAA. In accordance with Section 75(2)(b)(iii), the Commission considers that the designation is spent.

Should you have any questions, please contact Logan Gray at (250) 419-4465 or the undersigned at (250) 419-4430.

Sincerely,

A handwritten signature in blue ink, appearing to read "Ron Stefik".

Ron Stefik, Eng. L.
Supervisor, Reservoir Engineering
Oil and Gas Commission