



December 18, 2019

0800-4100-32640-02

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 BEG b-A79-I/94-B-16 (WA# 10656)
BEG FIELD – BALDONNEL FORMATION**

The subject well was drilled in 1997 and completed in the Debolt formation for salt water disposal and the Halfway 'A' pool for gas production in January of 1998. The well was approved for salt water disposal into the Debolt formation in April of 1998. Disposal into the Debolt occurred from 1999 to 2017 and gas production from the Halfway occurred from 1998 to 2010. In 2017, the Debolt and Halfway zones were abandoned and the Baldonnell formation was completed. Approval for disposal into the Baldonnell was granted on August 24th, 2017 and disposal into the Baldonnell occurred in 2018 and 2019. On December 18th, 2019, Canadian Natural Resources Ltd. indicated having no plans for disposal operation 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 17-02-013 for the Beg field, Baldonnell formation well CNRL Beg b-A79-I/94-B-16 (WA 10656) 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', written over a horizontal line.

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