

Application for Good Engineering Practice

TAKE NOTICE that Progress Energy Resources Corp., 1200, 205 – 5th Avenue S.W., Calgary, Alberta, T2P 2V7 has applied for approval to produce gas from the Caribou field area – Montney formation under Good Engineering Practice (GEP).

The area requested in the GEP application is as follows:

94-G-7 Block G

Units 74-77, 84-87, 94-99

Block J

Units 4-9.

If no valid objection in writing is received by the undersigned by July 2, 2010 the application may be approved subject to such conditions as may be prescribed.

Copies of the application may be obtained from the applicant. Any objection should be sent in writing to both the undersigned and the applicant.

Dated at Victoria, British Columbia this 11th day of June 2010.

Richard Slocomb

Supervisor, Reservoir

Resource Conservation

Oil and Gas Commission

Applicant Contact: Joe Leonard (403) 539-2991