

Application for Good Engineering Practice

TAKE NOTICE that Shell Canada Energy (400 – 4th Avenue S.W., P.O. Box 100, Station M, Calgary AB, T2P 2H5) has applied for Good Engineering Practice approval under section 75 (Special Projects) of the *Oil and Gas Activities Act* to produce gas from the Montney formation in the Gundy area.

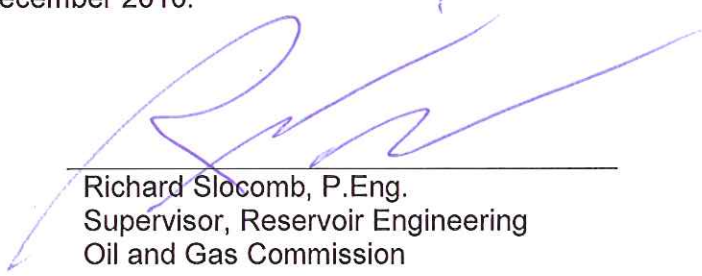
The area requested in the application is as follows:

NTS 94-A-12 Block D Unit 100
NTS 94-A-12 Block E Units 10, 20, 30, 40, 50, 60, 70, 80, 90, 100
NTS 94-A-12 Block L Units 10, 20, 30, 40, 50
NTS 94-B-09 Block A Unit 91
NTS 94-B-09 Block H Units 1, 11-13, 21-23, 31-33, 41-43, 51-53, 61-63, 71-73, 81-83, 91-97
NTS 94-B-09 Block I Units 1-7, 11-19, 21-29, 31-39, 41-49, 52-55, 62-65, 72-77, 82-87, 92-97
NTS 94-B-16 Block A Units 2-7, 14-19, 24-29, 34-40, 44-50, 56-60, 66-70, 76-79, 86-89, 98-100
NTS 94-B-16 Block B Units 31, 41, 51-53, 61-63, 72, 73, 82, 83, 91-95
NTS 94-B-16 Block G Units 1-5, 11-15, 21-25, 34-37, 44-47, 54-59, 64-69, 76-79, 86-89
NTS 94-B-16 Block H Units 8-10, 18-20, 28-30

Any valid objections that have been received by the undersigned by January 12, 2011 will be considered in the decision as to whether or not the application will be approved.

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 16th day of December 2010.



Richard Slocomb, P.Eng.
Supervisor, Reservoir Engineering
Oil and Gas Commission

Applicant Contact: Peter Johnson (403) 691-3427