

Application for Good Engineering Practice

TAKE NOTICE that Progress Energy Resources Corp. (1200, 205 – 5th Avenue S.W., Calgary AB, T2P 2V7) 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 Lily Lake area.

The area requested in the application is as follows:


NTS 94-G-02 Block B Units 58, 59, 68, 69, 78-80, 88-90, 94-100
NTS 94-G-02 Block C Units 71, 81, 91-93
NTS 94-G-02 Block E Unit 91
NTS 94-G-02 Block F Units 1-3, 11-13, 21-23, 31-33, 41-43, 51-53, 61-63, 71-75, 81-85, 91-100
NTS 94-G-02 Block G Units 4-10, 14, 15, 18-20, 24, 25, 28-30, 34, 35, 38-40, 44, 45, 48-50, 60, 70, 80, 90, 100
NTS 94-G-02 Block J Units 10, 16-20, 26-30, 34-40, 44-50, 54-60, 64-70, 74-80, 84-90, 96-100
NTS 94-G-02 Block K Units 1-55, 58-65, 68-75, 80-85, 90-100
NTS 94-G-02 Block L Units 1, 11, 21, 31, 41, 51-53, 61-63, 71-73, 81-83, 91-95

NTS 94-G-07 Block B Units 6-10, 16-19, 26-29
NTS 94-G-07 Block C Units 1-10, 12-20, 22-30, 40, 50
NTS 94-G-07 Block D Units 1-5, 11, 21, 31-33, 41-43, 52, 53, 62 and 63.

Any valid objections that have been received by the undersigned by July 21, 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 29th day of June 2011.


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

Applicant Contact: Davin Yee (403) 539-1858