2820-4800-59240-07



August 27, 2024

Rylan Zazula, P.Eng. Exploitation Engineer – BC South Canadian Natural Resources Limited 2500, 855 – 2nd St SW Calgary, AB T2P 4J8

Dear Rylan Zazula:

RE: CONCURRENT PRODUCTION PROJECT APPROVAL ORDER CANCELLATION BULRUSH FIELD – HALFWAY 'A' POOL

A Concurrent Production project in the Bulrush field, Halfway 'A' pool was approved by the Regulator on June 4th, 2021. On July 29th, 2024, the Regulator received a request from CNRL to rescind this project approval due to upcoming well decommissioning. Oil production ceased in March of 2023.

Waterflood operation over a period of 25 years, followed by a concurrent production approval has resulted in increased oil recovery, demonstrating effective resource management. The most recent reservoir pressure for this project was measured in June 2005. A final pool reservoir pressure measurement is required before decommissioning all wells in this pool.

Original Oil in	Initial Reserves	Cumulative	Recovery Factor
Place (m ³)	(m³)	Production (m ³)	
935,500	374,200	339,809	36%

Pursuant to the Energy Resources Activities Act (ERAA) section 75 (2)(b)(i), the Regulator may cancel, suspend or amend a designation at the request of the applicant to whom the designation was given. The concurrent production project approval #21-07-001 for the Bulrush field, Halfway 'A' pool, is hereby cancelled, under the authority of ERAA section 75(2)(b).

Please contact Michelle Gaucher at (250) 419-4482 or the undersigned at (250) 419-4430 should you have any questions.

Sincerely,

Ron Stefik, P.L. Eng. Supervisor, Reservoir Engineering BC Energy Regulator