

August 27, 2024

7000-4800-59240-07

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

Dear Rylan Zazula:

**CONCURRENT PRODUCTION PROJECT
APPROVAL ORDER CANCELLATION
PEEJAY WEST FIELD – HALFWAY ‘A’ POOL**

A Concurrent Production project in the Peejay West field, Halfway ‘A’ pool was approved by the Regulator on December 20th, 2022. 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 2024.

Waterflood operation followed by concurrent production over a period of 27 years has resulted in increased oil recovery, demonstrating effective resource management. The most recent reservoir pressure for this project was measured in February 2022. **A final reservoir pressure is required before abandonment of all wells in this pool.**

Original Oil in Place (m ³)	Initial Reserves (m ³)	Cumulative Production (m ³)	Recovery Factor
1,904,000	437,920	431,398	23%

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 #22-07-001 for the Peejay West 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