

June 29, 2009

9021-5000-59240-15

Ashley Coté, P.Eng.
Completions Engineer
Petrobank Energy and Resources Ltd.
1900, 111 5th Avenue S.W.
Calgary, Alberta T2P 3Y6

Dear Mr. Coté:

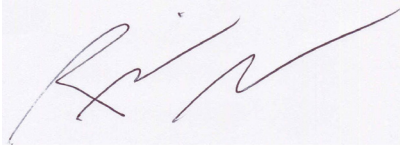
**RE: APPLICATION FOR APPROVAL OF AN EXPERIMENTAL SCHEME
MONIAS FIELD – MONTNEY FORMATION**

Commission staff have reviewed your application dated March 27, 2009 requesting experimental scheme approval to test new completion and reservoir management schemes and prove the gas potential of the Montney formation in the Monias field in northeast British Columbia.

The Montney tight gas play has been undergoing intense development activity since 2005/2006. The technologies to exploit this reservoir are well known and to date the Commission has not issued any experimental scheme approvals within this area.

The application submitted to the Commission has not demonstrated that the proposed methods are untried and unproven in the particular application. Consequently, Petrobank's application for experimental scheme approval is denied.

Sincerely,



Richard Slocomb, P.Eng.
Supervisor, Reservoir Engineering
Resource Conservation