IN THE MATTER of an application from Storm Resources Ltd. to the Commission dated January 27, 2011 for Other Than Normal Spacing.

ORDER 11-06-018-OTN

1 Under Section 65.1(2) of the *Petroleum and Natural Gas Act*, Other Than Normal Spacing is approved within the Umbach field Montney formation within the following area;

NTS 94-H-3 Block C Units 78-80, 88-90, 100 NTS 94-H-3 Block D Units 71, 81, 91 NTS 94-H-3 Block E Unit 1 NTS 94-H-3 Block F Unit 10.

- 2 Under section 65.1(3) of the *Petroleum and Natural Gas Act*, I specify the following:
 - a) the target area for a gas well completed within the project area is not nearer than 250 m to the sides of the Other Than Normal Spacing area, except for 150m to the:

south of 94-H-3 / Block C Unit 80 south and west of 94-H-3 / Block D Unit 71 west of 94-H-3 / Block D Units 81 and 91 west and north of 94-H-3 / Block E Unit 1 north of 94-H-3 / Block F Unit 10.

- b) a gas well completed outside the specified target area may be subject to an off-target production penalty,
- c) gas wells drilled within the specified project area are not subject to spacing requirements.

Richard Slocomb

Supervisor, Reservoir Engineering

Oil and Gas Commission

DATED AT the City of Victoria, in the Province of British Columbia, this δ day of March 2011.

IN THE MATTER of an application from Storm Resources Ltd. to the Commission dated January 27, 2011 for a Good Engineering Practice project

ORDER 11-06-018

1 Under Section 75(1)(a) of the *Oil and Gas Activities Act*, the Umbach field Montney formation is designated as a special project for the enhanced recovery of natural gas utilizing Good Engineering Practice within the following area;

NTS 94-H-3 Block C Units 78-80, 88-90, 100

NTS 94-H-3 Block D Units 71, 81, 91

NTS 94-H-3 Block E Unit 1 NTS 94-H-3 Block F Unit 10.

Alex Ferguson

Commissioner

Oil and Gas Commission

DATED AT the City of Victoria, in the Province of British Columbia, this 🖰 day of March 2011.