

West Energy Ltd.

Section 40 Review Request of Facility Licence No. F33048 Pembina Field

December 13, 2005

ALBERTA ENERGY AND UTILITIES BOARD

Decision 2005-136: West Energy Ltd., Section 40 Review Request of Facility Licence No. F33048, Pembina Field

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ALBERTA ENERGY AND UTILITIES BOARD

Calgary Alberta

WEST ENERGY LTD.
SECTION 40 REVIEW REQUEST OF
FACILITY LICENCE NO. F33048
PEMBINA FIELD

Decision 2005-136 Proceeding No. 1417158

1 DECISION

Having accepted Highpine Oil and Gas Ltd.'s (Highpine's) withdrawal of the request for review, pursuant to Section 40 of the *Oil and Gas Conservation Act*, of facility Licence No. F33048, the Alberta Energy and Utilities Board (EUB/Board) hereby confirms that the subject licence remains in good standing.

2 INTRODUCTION

2.1 Background

On January 19, 2005, the Board approved Application No. 1381407 and issued Licence No. F33048 to West Energy Ltd. (West). The licence permits West to construct and operate a multiwell oil battery at Location Exception 02, Legal Subdivision (LSD) 16, Section 29, Township 48, Range 9, West of the 5th Meridian. The facility is located 15 kilometres (km) southwest of Drayton Valley.

2.2 Application No. 1381984

On January 20, 2005, the EUB received a letter from Highpine Oil and Gas Ltd. requesting that the Board conduct a review hearing relating to facility Licence No. F33048, pursuant to Section 40 of the *Energy Resources Conservation Act*. On June 3, 2005, the Board heard oral submissions to determine if the review should be granted.

2.3 **Proceeding No. 1417158**

The Board granted the intervener's request for a review and directed that a hearing be scheduled to determine whether the Board should confirm, vary, or rescind its decision to grant the facility licence.

3 DISCUSSION

Highpine and West engaged in the EUB's Appropriate Dispute Resolution (ADR) process. Several meetings resulted in an agreement between the parties, and on November 21, 2005, a signed withdrawal of the application was received by the EUB from both parties.

In light of the Highpine withdrawal of its request for a review of the facility Licence No. F33048, the Board determined that a hearing was no longer necessary and that facility Licence No. F33048 remains in good standing.

Section 40 Review Request West Energy Ltd.

Dated in Calgary, Alberta, on December 13, 2005.

ALBERTA ENERGY AND UTILITIES BOARD

<original signed by>

J. R. Nichol, P.Eng. Presiding Member

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R. C. Clark Acting Board Member

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C. D. Hill Acting Board Member