

Quicksilver Resources Canada Inc.

Compulsory Pooling Entice Field

August 28, 2007

ALBERTA ENERGY AND UTILITIES BOARD

Decision 2007-066: Quicksilver Resources Canada Inc., Compulsory Pooling, Entice Field

August 28, 2007

Published by

Alberta Energy and Utilities Board 640 – 5 Avenue SW Calgary, Alberta T2P 3G4

Telephone: (403) 297-8311

Fax: (403) 297-7040

E-mail: eub.infoservices@eub.ca

Web site: www.eub.ca

ALBERTA ENERGY AND UTILITIES BOARD

Calgary Alberta

QUICKSILVER RESOURCES CANADA INC. COMPULSORY POOLING ENTICE FIELD

Decision 2007-066 Application No. 1423584

DECISION

The Alberta Energy and Utilities Board has considered the findings and recommendations set out in the following examiner report, adopts the recommendations, and directs that Application No. 1423584 be approved.

Dated in Calgary, Alberta, on August 28, 2007.

ALBERTA ENERGY AND UTILITIES BOARD

<original signed by>

B. T. McManus, Q.C. Acting Chairman

ALBERTA ENERGY AND UTILITIES BOARD

Calgary Alberta

EXAMINER REPORT RESPECTING QUICKSILVER RESOURCES CANADA INC. COMPULSORY POOLING ENTICE FIELD

Decision 2007-066 Application No. 1423584

1 RECOMMENDATIONS

The examiner panel recommends that the hearing scheduled to consider this matter be cancelled, as the objections to the applications have been withdrawn, and that Application No. 1423584 be granted, subject to the approval of the Lieutenant Governor in Council.

2 INTRODUCTION

2.1 Application

Quicksilver Resources Canada Inc. (QSRC) applied to the Alberta Energy and Utilities Board (EUB/Board) for a compulsory pooling order prescribing that all tracts within the drilling spacing unit constituting Section 12 of Township 28, Range 26, West of the 4th Meridian, be operated as a unit for the production of gas from all units from sands and coals from the Edmonton and Belly River Groups from a maximum of eight wells per pool from the section. QSRC applied for a pooling order, because it was unable to locate seven mineral owners that are considered to be missing and untraceable and because it was unsuccessful in obtaining a voluntary arrangement with two Freehold mineral owners in the section.

2.2 Intervention

Sheila Hemple, a mineral owner in the area of application, submitted an objection to Application No. 1423584, seeking additional information about the terms of the lease agreement offered. An objection concerning leasing issues was also submitted by Sandra Einarson, a mineral owner in the area of application.

2.3 Hearing

A Notice of Hearing was not issued, as a resolution was reached prior to its release. The application was to be considered at a public hearing in Calgary, Alberta, before Board-appointed examiners R. J. Willard, P.Eng. (Presiding Member), K. G. Sharp, P.Eng., and F. Rahnama, Ph.D.

3 DISCUSSION

Following additional information exchange and discussion, QSRC has concluded lease negotiations and signed leases with the Einarson family and Ms. Hemple. As a result, the examiners concluded that a hearing on this application was not necessary and should be

cancelled and that the application should be granted, subject to the approval of the Lieutenant Governor in Council.

Dated in Calgary, Alberta, on August 28, 2007.

ALBERTA ENERGY AND UTILITIES BOARD

<original signed by>

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

<original signed by>

F. Rahnama, Ph.D. Examiner

<original signed by>

K. G. Sharp, P.Eng. Examiner