

Calgary Head Office Suite 1000, 250 – 5 Street SW Calgary, Alberta T2P 0R4 Canada

www.aer.ca

BY E-MAIL ONLY

October 1, 2015

Marion Bell

APPLICATION No. 1832919 from Direct Energy Marketing Limited STATEMENT OF CONCERN NO. 29916

Dear Marion Bell:

You are receiving this letter because you filed a statement of concern about Application No. 1832919. The Alberta Energy Regulator (AER) has reviewed your statement of concern, along with the application, the applicable requirements, and other submissions or information about the application and has decided that a hearing is not required under an enactment or otherwise necessary to consider the concerns outlined in your statement of concern.

In its review of your concerns, the AER considered the following:

- The well 00/08-08-048-26W4/0 (08-08) present within your lands was drilled to produce gas; however, this well was abandoned after test production as it was discovered to be wet. The 08-08 well was also never completed in the Glauconitic or Ellerslie zones.
- The geological data that the AER currently has before it suggests that the well to be commingled, 00/10-05-048-26W/0 (10-05), and the well 08-08 on your lands encountered separate Glauconitic gas pools. In addition, the Ellerslie zone in the 10-05 well correlates poorly with other wells in Section 5. Based on this information, the Watelet Glauconitic E and Ellerslie L pools are pools within Section 5-48-26W4 that do not extend into Section 8.
- You have not demonstrated that you may be directly and adversely impacted by the application to commingle gas because the subsurface data for your lands is already available through well 08-08 and sufficient for potential lessees to evaluate the production potential of your land. Further, your concerns are not directly related to

the applied-for project as they are speculative and relate to a potential future benefit of leasing your mineral rights.

The AER has issued the applied-for approval and this is your notice of that decision. Under the *Responsible Energy Development Act* an eligible person may file a request for a regulatory appeal on an appealable decision. Eligible persons and appealable decisions are defined in section 36 of the *Responsible Energy Development Act* and section 3.1 of the *Responsible Energy Development Act General Regulation*. If you wish to file a request for regulatory appeal, you must submit your request in the form and manner and within the timeframe required by the AER. You can find filing requirements and forms on the AER website www.aer.ca under Applications & Notices: Appeals.

If you have any questions, contact Hassan Akbar at 403-355-5171 or e-mail hassan.akbar@aer.ca.

Sincerely,

Bola Talabi, M.Sc., P.Eng. Director, Authorizations Subsurface (Oil & Gas)

cc: Gordon Reich, Direct Energy Marketing Limited, <u>Gordon.reich@centrica.com</u> Magy Ronald, BRC Inc., <u>mronald@benoitregulatory.com</u> Authorizations Branch Support, <u>ARCTeam@aer.ca</u> AER St. Albert Field Centre, <u>stalbert.fieldcentre@aer.ca</u>

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