

BY E-MAIL ONLY

November 18, 2015

Darren Simpson  
Kathy Simpson

**Application No. 1833572 from Spur Resources Ltd.  
Statement of Concern No. 29900**

Dear Darren Simpson and Kathy Simpson:

You are receiving this letter because you filed a statement of concern about Application No. 1833572. 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:

- Your land is located about 220 meters and your residence is about 280 meters south of the nearest proposed well center.
- Spur Resources Ltd. (Spur) has proposed to complete baseline water testing on your water well prior to any drilling activity.
- Spur has stated that a pre-set rig would be used to drill and set surface casing to a depth that is well below your aquifer depth. Spur states that once the surface casing is set, the water well will be tested again, prior to the commencement of final drilling, to confirm that the quality of water is not affected by the drilling operation.
- Spur has also committed to testing both the quality and quantity of your water within 30 days of rig release and will return 3-4 months after the well is put on production and repeat the water well tests.
- Your concerns have been addressed by Spur to the AER's satisfaction.

Based on the above, you have not demonstrated that you may be directly and adversely affected by the proposed wells.

The AER has issued the applied-for licence and this is your notice of that decision. A copy of the each licence is attached. 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](http://www.aer.ca) under Applications & Notices: Appeals.

inquiries 1-855-297-8311  
24-hour  
emergency 1-800-222-6514

If you have any questions, contact Judith Zatzek at \_\_\_\_\_ or e-mail \_\_\_\_\_.

Sincerely,

<original signed by>

Shelley Youens  
Director, Infrastructure Authorizations (Oil & Gas)

Attachments: 2 Licences

cc: Spur Resources Ltd., Vicky Bayford  
AER Medicine Hat Field Centre