

BY E-MAIL ONLY

March 14, 2018

Michael Bolianatz
TAQA North Ltd.

TYKEWEST LIMITED

APPLICATION NO. 1902624

STATEMENT OF CONCERN NO. 30906

Dear Michael Bolianatz:

You are receiving this letter because you filed a statement of concern about Application No. 1902624. 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. The AER has decided that a hearing is not required under an enactment, or necessary, to consider the concerns outlined in your statement of concern.

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

- The original licensee of these wells, Terra Energy Corp. (Terra), has ceased operations.
- The AER has issued a Closure /Abandonment Order AD2016-10 for Terra's Alberta assets, including the well licences included in the application for a Regulated Directed Transfer. The order directed any remaining working interest partners to complete the abandonment and reclamation of the assets. TAQA North Ltd. (TAQA) has identified as a working interest partner in both of the wells, Terra Cecil 16-31-84-08, Licence No. 0317674, and Terra Cecil 08-31-84-8, Licence No. 0322271.
- TAQA asserts a 10% working interest in both of the wells. TAQA's working interest will be updated in the AER's records following the licence transfer.
- Tykewest is only seeking a transfer of the working interest that was formerly held by Terra.
- The transfer will permit the wells to resume production so that TAQA will not be required to carry out abandonment pursuant to AD2016-10.

The AER has issued the applied-for transfers and this is your notice of that decision. Copies of the transfers are 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, <http://www.aer.ca/applications-and-notices/appeals>.

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

If you have any questions, contact Lonny Olsen at 403-297-3513 or e-mail Lonny.Olsen@aer.ca.

Sincerely,

<original signed by>

Trevor Gosselin, Closure and Liability

Enclosure (2): **(transfers)**

cc: Tim Tycholis, Tykewest
AER SOC Coordinator
AER Grande Prairie Field Centre