



October 1, 2026

To: **Michael A. Thackray, K.C.**
For: North 40 Resources Ltd.

To: **Shailaz Dhalla, Lawson Lundell LLP**
For: Canadian Natural Resources Limited

To: **Bronwyn Simmons**
For: Counsel for Regulatory Applications Branch

[By email only]

**Re: Hearing Commissioner Led Alternate Dispute Resolution of the Regulatory Appeal by North 40 Resources Ltd. (North 40) of the Pooling Delineation Approval and Off-Target Penalty Approval Issued to Canadian Natural Resources Limited on July 16, 2025, by the Alberta Energy Regulator – Regulatory Applications Branch
Regulatory Appeal 465**

On behalf of the Alberta Energy Regulator (AER) I acknowledge receipt of AER Regulatory Applications legal counsel's correspondence dated October 1, 2026, that Canadian Natural Resources Limited (Canadian Natural) and North 40 Resources Ltd. (North 40) have agreed to a resolution agreement with respect to the above-noted matter. As outlined in the AER's letter dated November 6, 2025, the AER found that North 40 was an eligible person under section 38(1) of the *Responsible Energy Development Act* (REDA) and the AER's decision dated July 16, 2025, to approve the Applications and issue the Off-Target Penalty Approval and Pool Delineation Approval to Canadian Natural Resources Limited to be an appealable decision under section 36(a)(iv) of the REDA. Regulatory Appeal 465. Further, the regulatory appeal of the appealable decision has not yet been dispositioned by the AER.

The parties' resolution agreement results from the hearing commissioner facilitated Alternative Dispute Resolution meetings that I conducted and one of the parties to the resolution is a person who has authority to make a decision on behalf of the AER.

Therefore, to implement the resolution agreement pursuant to section 41(2) of REDA, I revoke the Off-Target Penalty Approval in respect of the 103/16-15-028-19W4/00 (103/16-15) well such that North 40 will be permitted to produce at an unrestricted rate at the 103/16-15 well commencing on November 1, 2026 and confirm the Pool Delineation approval.

Sincerely,

Harold Robinson, LLB
Hearing Commissioner, Hearing Commissioners Office

[HR/nh]

@ hearing.services@aer.ca

cc: Arly Castillo, Canadian Natural
Steve Thomas, AER Regulatory Applications Branch