



August 21, 2019

Enforcement File: 19-075

Canadian Spirit Resources Inc.  
Suite 1520, First Alberta Place  
777-8<sup>th</sup> Avenue SW  
Calgary, AB T2P 3R5

Attention: Mr. Paul Smolarchuk

**RE: Warning: Fail To Comply With Condition Of An Authorization**

Dear Mr. Smolarchuk,

Canadian Spirit Resources Inc. (CSRI) holds conditional water licence C133692 issued under the Water Sustainability Act. This licence contains the following condition:

**The licence holder shall keep records on daily water withdrawals in units of cubic metres. This information will be submitted to the Water Manager on a quarter-annual basis, on or before January 25, April 25, July 25 and October 25, for the preceding three month period. The requirement for water use reporting can be amended from time to time, as directed by the Water Manager**

This condition provides the company three weeks to compile its water withdrawal data and to submit a report to the Oil and Gas Commission (Commission). A report for the months of April, May and June 2019, was due no later than July 25, 2019.

The Commission received the required report on August 20, 2019.

Late reporting may result in issuance of a violation ticket. The Commission notes CSRI has no non-compliance history related to late water licence reporting.

Given the circumstances, CSRI is hereby issued a warning only for the following:

CSRI, on or about July 26, 2019, at or near Fort St. John in the Province of BC, did fail to comply with the condition of an authorization contrary to Section 106(3)(k) of the Water Sustainability Act.

If CSRI has any questions about this matter please feel free to contact the undersigned.

Sincerely,

<original signed by>

Oil and Gas Commission