

November 14, 2019

Enforcement File: 18-139FSJ

Pavilion Energy Corp. 2150, 736 – 6th Ave. SW Calgary, Alberta, T2P 3T7

Attention: Mr. Cas Morel

RE: Warning: Water Discharge Without Written Land Owner Consent From Well #16-19-085-19

Dear Mr. Morel,

The BC Oil and Gas Commission (the Commission) received a complaint on 04 August 2018 regarding fluid from well site #16-19-85-19 being discharged onto private land on 03 August 2018. Well site #16-19-085-19 is permitted to Pavilion Energy Corp. (Pavilion).

Under Section 7(3)(a)(i) of the Oil and Gas Waste Regulations, Pavilion is required to receive written land owner consent each time water is to be discharged onto private land.

Disclosure from Pavilion received on 13 August 2018 advised the Commission that written consent from the land owner was not received prior the August 3rd water discharge.

The Commission notes that Pavilion has no previous non-compliance history related to Section 7(3)(a)(i) of the Oil and Gas Waste Regulations.

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

Pavilion Energy Corp., on or about 03 August 2018, did fail to comply with the condition set out in Section 7(3)(a)(i) of the Oil and Gas Waste Regulations.

If you has any questions or comments regarding this matter, please feel free to contact the undersigned.

Sincerely,

<original signed by>

Compliance and Enforcement Officer, Enforcement BC Oil and Gas Commission