



Province of British Columbia

Water Sustainability Act

CONDITIONAL WATER LICENCE

The holder of the leases to which this licence is appurtenant is hereby authorized to divert and use as follows:

- a) The source on which the rights are granted is Williston Reservoir.
- b) The point of diversion is located as shown on the attached plan.
- c) The date from which this licence shall have precedence is February 15, 2011.
- d) The purpose for which this licence is issued is Oil and Gas Purpose.
- e) The maximum quantity of water which may be diverted for the Oil and Gas Purpose is 10,000 cubic meters per day to a maximum of 3,650,000 cubic meters per year.
- f) The period of the year during which the water may be used is whole year.
- g) The undertaking upon which the water is to be used and to which this licence is appurtenant are oil and gas activities associated with various Petroleum and Natural Gas leases held by the licence holder under the Petroleum and Natural Gas Lease System for lands within, between and proximal to the Altares, Butler, and Farrell Creek West fields, all within the North Montney Regional Field, in the Peace River District.
- h) The authorized works are screened intake, pump, and pipe which shall be located approximately as shown on the attached plan.
- i) The construction of the said works shall be completed and the water shall be beneficially used prior to December 31, 2014. Thereafter, the licensee shall continue to make regular beneficial use of the water in the manner authorized herein.
- j) The licensee shall install a flow measuring device to the satisfaction of the Water Manager or an Engineer under the Water Act and shall retain flow meter records for inspection upon request by an Engineer under the Water Act.
- k) 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.

- l) This licence will remain in good standing as long as the agreement dated June 15, 2011 between the British Columbia Hydro and Power Authority and Canbriam Energy Inc. as holder of the appurtenant leases and licences is active and in good standing.
- m) This licence terminates on December 31, 2031. Prior to the termination date, the licensee may apply to the Comptroller of Water Rights or the Water Manager in accordance with the provisions of the Water Sustainability Act to amend this licence to extend its term.
- n) This Licence is issued in substitution of Conditional Water Licence Number 127223.



Regional Water Manager