File No. 1633 Board Order 1633-2amd

May 24, 2011

SURFACE RIGHTS BOARD

IN THE MATTER OF THE PETROLEUM AND NATURAL GAS ACT, R.S.B.C., C. 361 AS AMENDED

AND IN THE MATTER OF

NE ¼ Section 17, Township 79, Range 14, W6M Peace River District;
NW ¼ Section 17, Township 79, Range 14, W6M Peace River District;
NW ¼ Section 21, Township 79, Range 14, W6M Peace River District except Plan H782;
NE ¼ Section 16, Township 79, Range 14, W6M Peace River District;
SW ¼ Section 5, Township 80, Range 14, W6M Peace River District;
NW ¼ Section 5, Township 80, Range 14, W6M Peace River District;
SW ¼ Section 8, Township 80, Range 14, W6M Peace River District;
NW ¼ Section 16, Township 79, Range 14, W6M Peace River District except Plan
H782

(The "Lands")

	BOARD ORDER
	(RESPONDENTS)
	JOHN MILLER AND MARY MILLER
AND:	
	(APPLICANT)
	ARC PETROLEUM INC.
BETWEEN:	

[1] This Order amends and replaces Order 1633-2 dated June 7, 2010 as a result of the Applicant's withdrawal of a portion of their application, to correct typographical errors, and to attach amended Individual Ownership Plans in Schedule A depicting the portions of the Lands for which entry, occupation and use by the Applicant is authorized.

[2] The Surface Rights Board orders:

- Further mediation is refused.
- 2. Upon payment of the amounts set out in paragraphs 4 to 7 below, the Applicant including its employees, contractors and assigns shall have the right of entry to and access across the portion of the Lands shown in Schedule "A" for the purpose of constructing operating and maintaining the flowlines and wellsites. This Order is subject to the application process required by the Oil and Gas Commission and nothing in this order operates as consent, permission, approval or authorization of matters within the jurisdiction of the Oil and Gas Commission. The Order is also subject to the following terms and conditions:
 - a) ARC will use all reasonable efforts to maintain the soil admixing to no more than 20% subsoil,
 - ARC will use all reasonable efforts to maintain the work site and the public access roads free of excessive dirt and debris at all times during construction and operation of the subject pipeline and well sites,
 - c) ARC acknowledges that it is responsible for removal of rocks that are brought to the surface of the right of way during and following construction and in that regard will consult with the owners and the lessee in discharging this responsibility,
 - d) ARC will, within 7 days of receiving notice of a builder's lien claim being filed against the Lands as a result of the work being carried out by ARC on the subject property, cause the lien to be removed, either by way of paying the lien claimant or by paying the amount claimed into court in accordance with s. 23 of the Builders Lien Act,
 - e) All vehicles used in the farming operations of the Millers will have a right to cross the pipeline right-of-ways in the normal and ordinary course of such farming operations, regardless of whether the vehicle carries a farm license. For greater certainty, certain vehicles that are used in the farming operation for the delivery of fertilizer and other materials incidental to farming operation, as well as for the hauling of crops shall be permitted to cross the pipelines, notwithstanding that these vehicles may carry commercial plates only.

3. The Applicant shall serve the Respondents with a copy of the Order prior to entry onto the Lands.

Applications 1633-1, 1633-3, 1633-6 and 1633-7:

- 4. The Applicant shall deposit with the Mediation and Arbitration Board security in the amount of \$40,000.00. All or part of the security deposit may be returned to the Applicant or paid to the Respondents upon the agreement of the parties or as ordered by the Board.
- 5. The Applicant shall pay to the Respondents as partial payment for compensation payable for entry to and use of the Lands the amount of \$35,000.00, on the condition that if any of the flowlines do not receive approval of the Oil and Gas Commission, the Respondents will refund to the Applicant the partial payment on a pro-rated basis and on a per acre breakdown of the partial payment.

Applications 1633-2, 1633-4 and 1633-5:

- 6. The Applicant shall deposit with the Mediation and Arbitration Board security in the amount of \$40,000.00. All or part of the security deposit may be returned to the Applicant or paid to the Respondents upon the agreement of the parties or as ordered by the Board.
- 7. The Applicant shall pay to the Respondents as partial payment for compensation payable for entry to and use of the Lands the amount of \$20,000.00, on the following conditions:
 - a) if any of the wellsites do not receive approval of the Oil and Gas Commission, the Respondents will refund to the Applicant the partial payment on a pro-rated basis and on a per acre breakdown of the partial payment, and
 - b) if the Board orders compensation less than the partial payment, the Respondents shall refund to the Applicant the difference on a pro-rated basis.

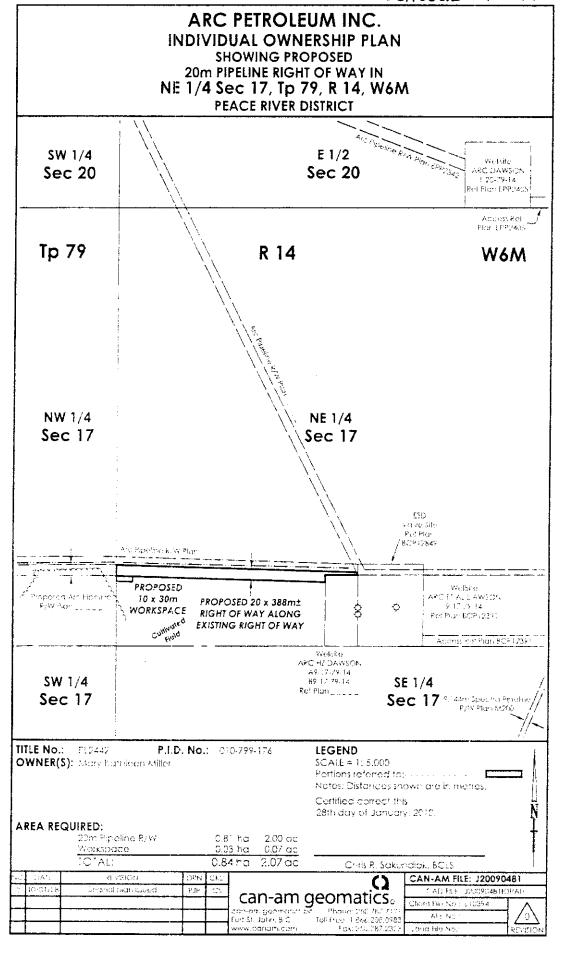
DATED: May 24, 2011

Church

FOR THE BOARD

Cheryl Vickers

Chair



ARC PETROLEUM INC.

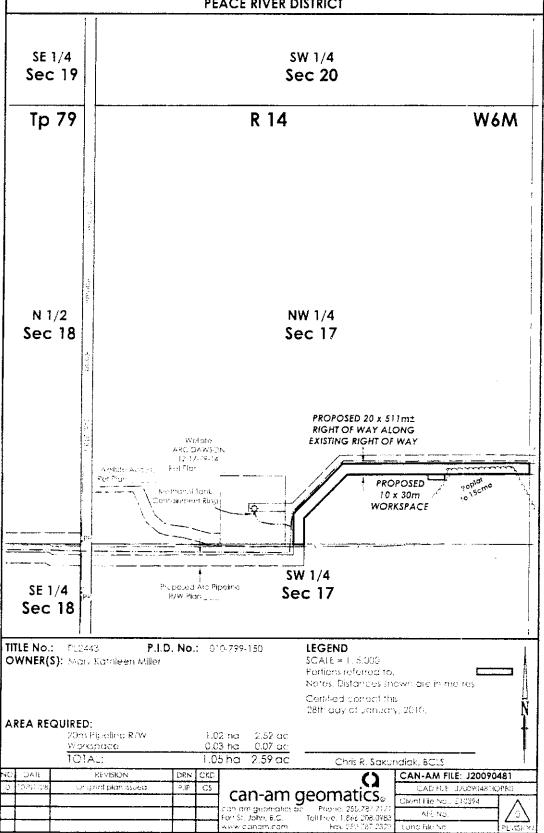
INDIVIDUAL OWNERSHIP PLAN

SHOWING PROPOSED

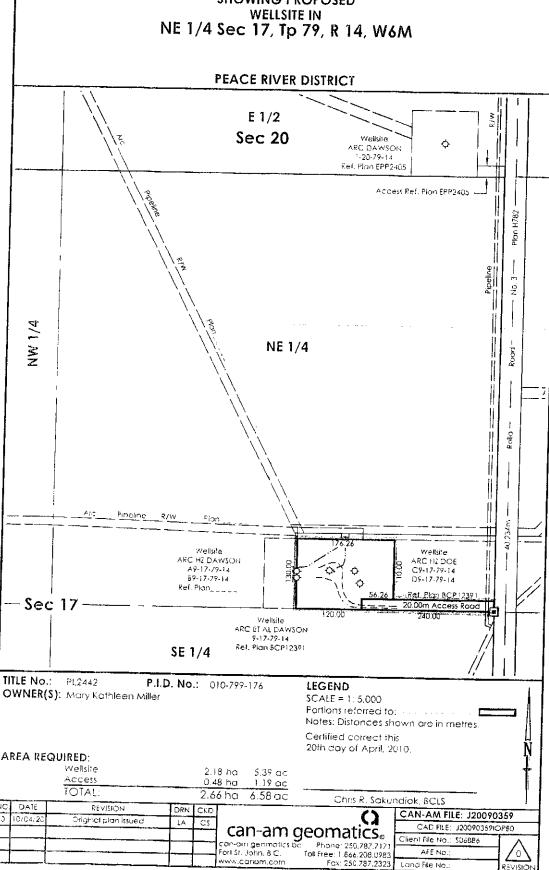
20m PIPELINE RIGHT OF WAY IN

NW 1/4 Sec 17, Tp 79, R 14, W6M

PEACE RIVER DISTRICT



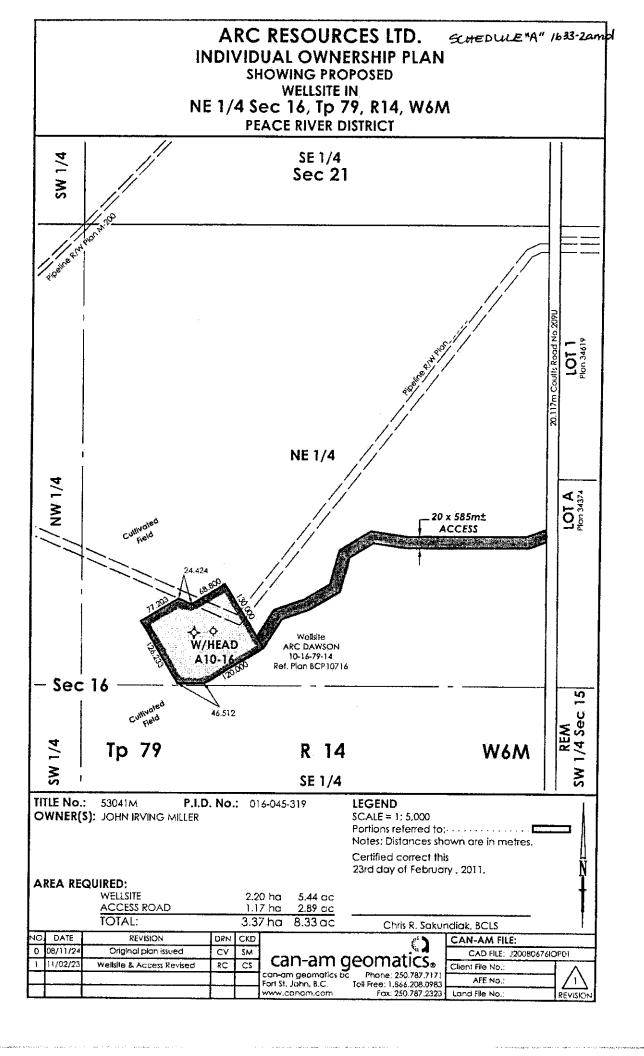
ARC PETROLEUM INC. INDIVIDUAL OWNERSHIP PLAN SHOWING PROPOSED WELLSITE IN NE 1/4 Sec 17, Tp 79, R 14, W6M



	Se	CHEDULE "A"	1633-2 amd	Pageof
Attached to and made part of this Agreement dated thisday of 20, between Mary Kathleen Miller (Lessor) and Arc Petroleum Inc. (Lessee).				
	PROPOSED 20m PIP ORTH EAST 1/4 OF SEC	TION 17 TOWNSH E RIVER DISTRIC	WAY WITHIN THI HIP 79 RANGE 14 T	W6M
	·	- 1		
TOWNSHIP	79 F	RANGE 14	W 6M	
Wife by Alm of White	NE 1/4 SEC 17	NONTHLAND UTLITIES RW PLAN	0.234m Rolla	NW 1/4 SEC 16 EPT PLAN H782 WELLSITE RC DAWSON 13-16-79-14 PLAN BCP
WELSITE ARC HZ DAWSON A9-17-79-14 RW PLAN BCP36022	ESO VALVE SITE	PROPOSED 20 x 240m PIPELINE R/W		
ARC P.L F.W PLAN BOP		CCESS ROAD		
WELLSITE ARC HZ DAWS B9-17-79-14 RW PLAN BCP	R/W PLAN BCP12391	10 x 30m	y	PLAN BCP
	SE 1/4 SEC 17	// // //		ARC PL RW PLAN BCP
Owner(s): Ma	ary Kathleen Miller	100 0 The intended plot	100 20	nm in width by 356mm in
Title No: PL2442 Parcel Identifier: 010-799-176		height when plot	ect this 26th day of) (use legal size sheet)
Areas	The second secon		Wayne Brown, BC	LS
Permanent	0.48 ha 1.19 ac	F®CUS	10, 16-300th Ave.	us Job No: 090072NP01R0
Temporary	0.03 ha 0.07 ac	Focus Surveys	Fax (2%)(797-1611	Dwg : 090072CP01R0
Total	0.51 ha 1.26 ac	FCS Land Services Limited Partnership	www.docus.ca Draf	ter: CN

SCHEDULE "A" 1633-Zama Page_of						
Attached to ar	nd made part of this Agreemer Mary Kathleen Mille	nt dated thisday or er (Lessor) and Arc Petro			between	
	PROPOSED 20m P ST 1/4 OF SECTION 21	TOWNSHIP 79 RA ACE RIVER DISTRI	WAY WITHI NGE 14 W6M CT	, EXCEPT PL		-
B B	WELLSITE ARC HZ DAWSON A4-28-79-14 B/W PLAN BCP	TO O	MELLSITE MELDAWSON 1-28-79-14 PLAN BCP9810		79-14)	
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Owner(s): N	Innu Kathlas - 149	17/	···			
Osener(a), N	lary Kathleen Miller	100 0	100			00
·=-··		I he intended plo height when plo	ot size of this plan i tted at a scale of t	s 216mm in width b : 5000 (use legal	y 356mm in size sheet)	
Title No: Parcel Identifier:	PL2439 010-772-391			ay of October, 20		
		1 4	jaine k	12		
Areas		-	Wayne Brow	n. BCLS	TATION	
Permanent	1.74 ha 4.30 a	EOCHE	Fort St. John	Facus Job No:	090072NP04	BO
Тетрогагу	0.18 ha 0.44 ac		10715-100th Ave. BC, V1J 1Z3 Ph. (250)767-0300	Ref Dwg:	090072CP01	- 1
Total	1.92 ha 4.74 ac	- Focus Surveys	Fex. (250)767-0300 Fex. (250)767-1611 www.focus.ca	Drafter:		CN

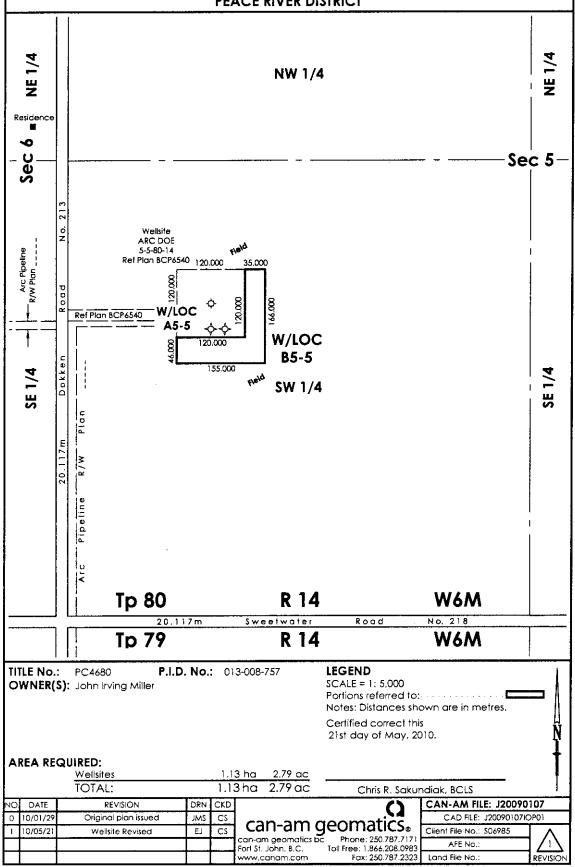
	SCHEDULE "A" 1633-2and Page_of_
Attached to an	nd made part of this Agreement dated thisday of
	John Irving Miller (Lessor) and Arc Petroleum Inc. (Lessee).
1	INDIVIDUAL OWNERSHIP PLAN SHOWING PROPOSED 20m PIPELINE RIGHT OF WAY WITHIN THE ST 1/4 OF SECTION 16 TOWNSHIP 79 RANGE 14 W6M, EXCEPT PLAN H782 PEACE RIVER DISTRICT ed with Pipeline R/W From Wellsite 9-17-79-14 to Riser Site within 11-28-79-14)
	William 19-79-14
WELLSITE ARC DAWSON 1-20-79-14 RW PLAN BCP	SW 1/4 SEC 21 EXCEPT PLAN H782
][1]	TOWNSHIP 79 RANGE 14 W 6M
1.AN A.2431	PROPOSED 20 x 889m PIPELINE R/W
NE 1/4 SEC 17	WELLSITE ARC DAWSON 13-16-79-14 FIW PLAN BOP
AHTHOM	ACCESS FOAD
O	PROPOSED 10 x 30m WORKSPACE
	NW 1/4 SEC 16
ARC P L R W PLAN BCP	EXCEPT PLAN H782
	PROPOSED (2) 10 x 30m WORKSPACES
	WORKSPACES
Owner(s):	John Irving Miller 100 0 100 200 300 400 The intended plot size of this plan is 216mm in width by 356mm in
Title No:	height when plotted at a scale of 1: 5000 (use legal size sheet) PK47339 Certified correct this 26th day of October, 2009
. e.our ischiller.	014-640-287 Wanu /2
Areas	Wayne Brown, BCLS
Permanent Temporary	1.78 ha 4.40 ac 0.09 ha 0.22 ac 1.78 ha 0.25 h
Total	1.87 ha 4.62 ac FCS Land Services Limbed Partnership Wyww. focus. ca Drafter: CN



SCHEDULE "A" 1633-Zamd

ARC PETROLEUM INC. INDIVIDUAL OWNERSHIP PLAN SHOWING PROPOSED

WELLSITES IN
SW 1/4 Sec 5, Tp 80, R 14, W6M
PEACE RIVER DISTRICT



ECHEDULE"A" 1633-2amd

