

File No. 1837
Board Order No. 1837-3

July 21, 2015

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

THE SOUTH WEST ¼ SECTION 30 TOWNSHIP 78 RANGE 17 WEST OF THE
6TH MERIDIAN PEACE RIVER DISTRICT EXCEPT PLAN A2098 AND PLAN 32070

THE SOUTH EAST ¼ OF SECTION 25 TOWNSHIP 78 RANGE 18 WEST OF
THE 6TH MERIDIAN PEACE RIVER DISTRICT

(the "Lands")

BETWEEN:

ARC Resources Ltd.

(APPLICANT)

AND:

Darcy Dwayne Hommy

(RESPONDENT)

MEDIATION ORDER

On October 17, 2014, the Surface Rights Board issued Board Order 1837-2 giving ARC Resources Ltd. ("ARC") access to the Lands for the purpose of carrying out an approved oil and gas activity, namely to construct, operate and maintain three flow lines.

Order 1837-2 included partial compensation in the amount of \$10,000.

In December 2014, ARC completed the expropriation of a statutory right of way giving ARC access to the Lands for the purpose of constructing, operating and maintaining an additional flow line. An advance payment of \$1,800 was provided to the Respondent for the expropriation.

On April 22, 2015, the Surface Rights Board issued Board Order 1856-1 giving ARC temporary access to the Lands to flow fuel gas through the water disposal line until August 31, 2015.

Order 1856-1 included compensation in the amount of \$500.

The parties have reached an agreement on the amount of compensation, which amounts include a significant bonus payment by ARC to avoid the need for Arbitration.

BY CONSENT, the Surface Rights Board orders:

1. ARC shall pay to the Respondent, DARCY DWAYNE HOMMY, an additional one-time payment of \$3,000 as compensation owing for access to those portions of lands required to construct, operate and maintain four flow lines.

DATED: July 21, 2015

FOR THE BOARD



Rob Fraser, Mediator