File No. 1859 Board Order No. 1859-1amd

April 11, 2016

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 ½ OF SECTION 32 TOWNSHIP 83 RANGE 15 WEST OF THE 6TH
MERIDIAN PEACE RIVER DISTRICT, EXCEPT THE MOST WESTERLY AND
SOUTHERLY 80 FEET IN PARALLEL WIDTHS THEREOF

(The "Lands")

BETWEEN:		
	Roy Giesbrecht and Susan Giesbrecht	
	(APPLICANTS)	
AND:		
	Leucrotta Exploration Inc.	
	(RESPONDENT)	
	BOARD ORDER	

This Order amends and replaces Order 1859-1 to attach the correct Schedule "A".

On April 25, 2015, the landowners, Roy and Susan Giesbrecht, commenced a rent review proceeding before the Surface Rights Board, in respect of two existing surface leases held by the Respondent, Leucrotta Exploration Inc. ("Leucrotta"), over the Lands.

On October 8, 2015, I conducted a telephone mediation call attended by the Giesbrechts and their representative, Thor Skafte, as well as Kiel Crowe and Rick Williams on behalf of Leucrotta. The parties reached an agreement on the issue of compensation, but not on the issue of costs (which has since been referred to arbitration).

The parties have now requested that the Board grant an Order confirming the terms of the settlement and granting Leucrotta right of entry to the Lands. The parties have agreed that this Order shall replace the existing surface leases held by Leucrotta over the Lands.

ORDER

- 1. Upon payment of the amounts set out in paragraphs 2 and 3, Leucrotta shall have the right of entry to and access across the portions of the Lands shown outlined in red on the Individual Ownership Plans attached collectively as Schedule "A" to this Order, for the purpose of carrying out certain approved oil and gas activities, namely, the operation and maintenance of the depicted natural gas wellsite, riser site, and associated works depicted therein.
- 2. Leucrotta shall pay the Giesbrechts the total amount of \$2,000 within 30 days of this Order.
- 3. Leucrotta shall pay the Giesbrechts the following amounts in respect of annual compensation, on the anniversary dates set out below:

Oil and Gas Activity	Amount	Anniversary Date
Wellsite 6-32-83-15W6	\$6,357.00	December 1, 2016
Riser Site	\$600.00	June 30, 2016

- 4. Nothing in this Order operates as a consent, permission, approval or authorization of matters within the jurisdiction of the Oil and Gas Commission.
- 5. Leucrotta shall submit a copy of this Order to the applicable British Columbia Land Title Office to be registered against title to the Lands, within 30 days of the date of this Order.

DATED: April 11, 2016

FOR THE BOARD

Rob Fraser, Mediator

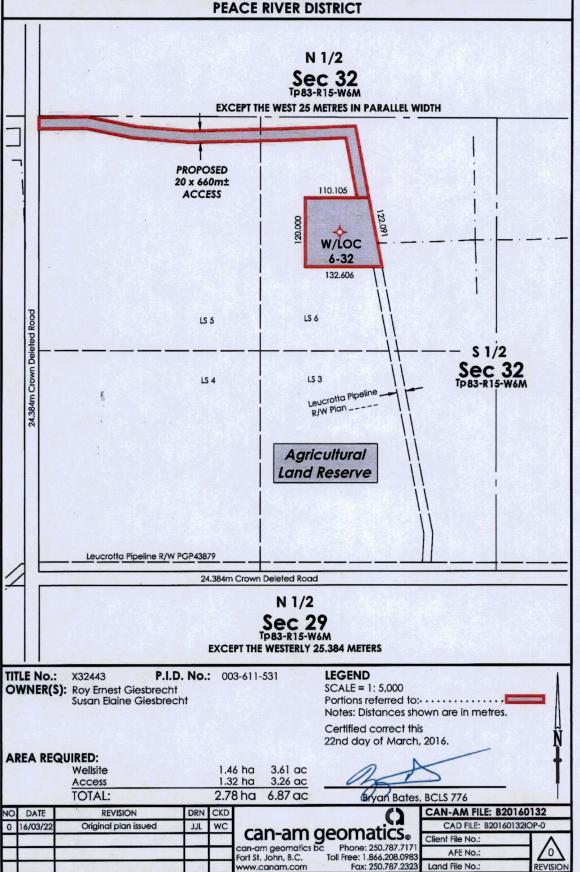
SCHEDULE 'A' ORDER

LEUCROTTA EXPLORATION INC.

INDIVIDUAL OWNERSHIP PLAN

SHOWING PROPOSED
WELLSITE AND ACCESS IN
\$ 1/2 Sec 32, Tp 83, R 15, W6M

EXCEPT THE MOST WESTERLY AND SOUTHERLY 80 FEET IN PARALLEL WIDTHS
PEACE RIVER DISTRICT



SCHEDULE'A"

ORDER 1859-1

LEUCROTTA EXPLORATION INC. INDIVIDUAL OWNERSHIP PLAN

SHOWING PROPOSED RISER SITE IN

\$ 1/2 Sec 32, Tp 83, R 15, W6M

EXCEPT THE MOST WESTERLY AND SOUTHERLY 80 FEET IN PARALLEL WIDTHS
PEACE RIVER DISTRICT

