

File No. 1876
Board Order No. 1876/1883-2

October 4, 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 NORTH WEST $\frac{1}{4}$ OF SECTION 27 TOWNSHIP 81 RANGE 14
WEST OF THE 6TH MERIDIAN PEACE RIVER DISTRICT
(The "Lands")

BETWEEN:

Venturion Oil Limited

(APPLICANT)

AND:

Roy Ralph Juell

(RESPONDENT)

BOARD ORDER

By Consent Order dated December 9, 2015 (Order 1876-1), the Board granted Venturion Oil Limited ("Venturion") right of entry order to access certain lands legally owned by Roy Ralph Juell (the "Lands") to carry out an approved oil and gas activity, namely to re-purpose an existing well to a water source well and to drill a horizontal water injection well (the "Wells") and ordered payment of partial compensation to Mr. Juell. By Consent Order dated April 13, 2016 (Order 1883-1), the Board granted Venturion right of entry order to access the Lands to carry out an approved oil and gas activity, namely to construct, operate and maintain a flow line and associated infrastructure, and ordered payment of partial compensation to Mr. Juell.

The Board scheduled an arbitration to determine compensation owing to Mr. Juell arising from the rights of entry. The parties have advised that they have settled the compensation and have asked that the terms of their settlement be incorporated into a Consent Order and the arbitration be cancelled. It is Venturion's position that the payment ordered below with respect to the flow line includes a significant additional payment to avoid the arbitration.

At the request of the parties to incorporate the terms of their agreement into a Consent Order of the Board, the Surface Rights Board orders, BY CONSENT:

ORDER

1. The arbitration scheduled for October 14, 2016 is cancelled.
2. Venturion Oil Limited forthwith shall pay to Roy Ralph Juell a one-time initial payment of **\$5,372.50** (being \$5,872.50 minus the partial payment of \$500) for its right of entry for the Wells.
3. Venturion Oil Limited shall pay Roy Ralph Juell annual rent of **\$2,037.50** commencing on the first anniversary date of the right of entry for the Wells.
4. Venturion Oil Limited shall forthwith pay to Roy Ralph Juell a one-time payment of **\$2,328.00** (being \$3,647.50 minus the partial payment of \$1,319.50) for its right of entry for the flow line.
5. Venturion Oil Limited shall forthwith pay to Roy Ralph Juell a one-time lump sum payment of **\$15,000 plus GST** for all costs and expenses, including legal fees in relation to these proceedings.

6. Nothing in this order operates as a consent, permission, approval, or authorization of matters within the jurisdiction of the Oil and Gas Commission.

Dated: October 4, 2016

FOR THE BOARD



Cheryl Vickers, Chair