

File No. 1885
Board Order No. 1885-1

April 22, 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

DISTRICT LOT 2162 PEACE RIVER DISTRICT,
AGRICULTURAL LEASE #0249877, DISPOSITION NO. 869411
(the "Lands")

BETWEEN:

Crew Energy Inc.

(APPLICANT)

AND:

Penalty Ranch Ltd.

(RESPONDENT)

BOARD ORDER

I conducted a telephone mediation on April 20, 2016 discussing Crew Energy Inc.'s ("Crew") application to the Board for mediation and arbitration services.

Crew seeks a right of entry order to access certain lands to carry out an approved oil and gas activity, namely to construct, drill, complete and operate natural gas wells and associated infrastructure. Under the provisions of the *Petroleum and Natural Gas Act*, the Board may grant a right of entry order to privately owned land if it is satisfied that an order authorizing entry is required for an oil and gas activity. "Oil and gas activity" is a defined term that includes the construction or operation of a pipeline.

Based on our discussions and also on the fact that the Oil and Gas Commission has issued a permits for Crew's project I am satisfied that Crew requires the Lands for an approved oil and gas activity.

ORDER

The Surface Rights Board orders:

1. Upon payment of the amount set out in paragraphs 2 and 3, Crew shall have the right of entry to and access the portions of the Lands shown outlined in red on the Individual Ownership Plan attached as Appendix "A" to construct, drill, complete and operate natural gas wells and associated infrastructure.
2. Crew shall pay to the landowner as partial compensation the total amount of \$1,500.
3. Crew shall deliver to the Surface Rights Board security in the amount of \$2,500 by cheque made payable to the Minister of Finance. All or part of the security deposit may be returned to Crew, or paid to the landowner, upon agreement of the parties or as ordered by the Board.
4. Nothing in this order operates as a consent, permission, approval, or authorization of matters within the jurisdiction of the Oil and Gas Commission.

DATED April 22, 2016

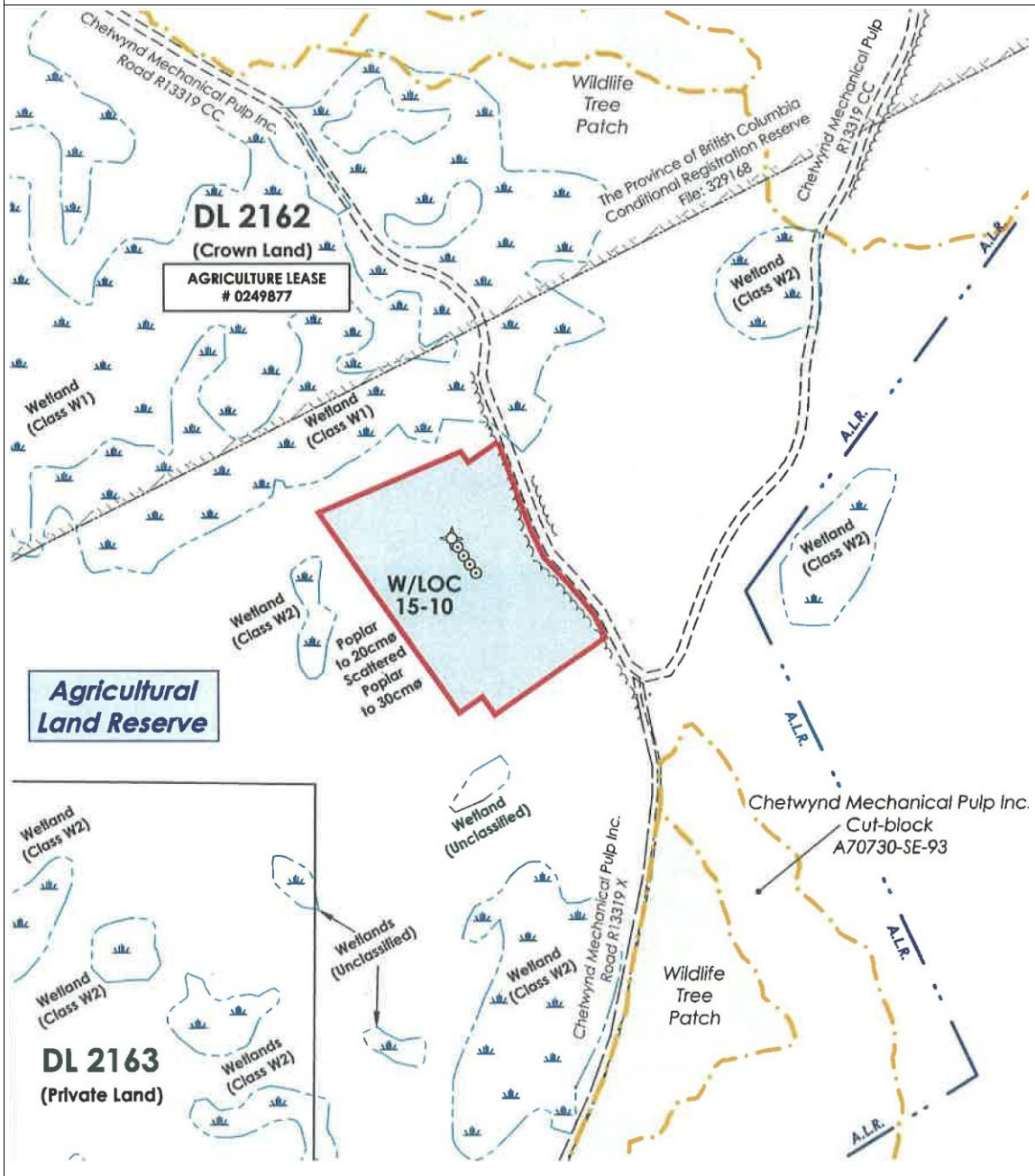
FOR THE BOARD



Rob Fraser, Mediator

APPENDIX "A"

CREW ENERGY INC.
INDIVIDUAL OWNERSHIP PLAN
SHOWING PROPOSED
WELLSITE, ACCESS, AND DECKING SITE WITHIN
DISTRICT LOT 2162
AGRICULTURE LEASE # 0249877
PEACE RIVER DISTRICT




AGRICULTURE LEASE 0249877
 OWNER(S): PENALTY RANCH LTD., INC. NO. 1 69486

NOTES
 SCALE = 1: 5,000
 Distances shown are in metres.

Certified correct this

ISED:
 Wellsite 3.74 ha 9.24 ac
 TOTAL: .. 3.74 ha 9.24 ac

Ashley J.S. Laake, B.C.L.S. 884
 dayof July. 015



AREA REQUIRED:

NO	DATE	REVISION	DRN	CKD	
o	15/04/13	Original plan issued			can-am geomatics can-am geomatics bc Phone: 250781.717 Fort St. John. B.C. Toll Free: .866.208.0983 www.canam.com Fax: 250.787.2323
	15/04/23	Added Access Segment 2			
2	15107/14	Revised Padsite	ARM		
					CAN-AM FILE: J20140618 CAD FILE: J2014061810P-2 Client File No.: s-02819 AFE No.: 14170810 Land File No.: REVISION