File No. 1914 Board Order No. 1914-1

October 7, 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

PARCEL A (P22314) SECTION 7 TOWNSHIP 85 RANGE 14 WEST OF THE $6^{\rm TH}$ MERIDIAN PEACE RIVER DISTRICT

(The "Lands")

BETWEEN:

Rodney Scott Willms and Kathleen Audrey Willms

(APPLICANTS)

AND:

Quattro Exploration and Production Ltd.

(RESPONDENT)

BOARD ORDER

This is an application brought under sections 164 and 176 of the *Petroleum and Natural Gas Act*. The application includes proof of service by registered mail on the Respondent.

The Applicants, Rodney Scott Willms and Kathleen Audrey Willms are the owners of the Lands described as: PARCEL A (P22314) SECTION 7 TOWNSHIP 85 RANGE 14 WEST OF THE 6TH MERIDIAN PEACE RIVER DISTRICT. The Respondent, Quattro Exploration and Production Ltd. (Quattro), is the operator of a well and access road located on the Lands. The Respondent's right of entry to the Lands for the purpose of operating the well and for access is pursuant to a surface lease agreement dated August 23, 2006 originally with Northpine Energy Ltd. (the Surface Lease). Quattro acquired the Surface Lease from Northpine Energy Ltd.

Pursuant to the Surface Lease, Quattro is required to make annual payments of \$12,254.00 to the Willms. Quattro has failed to pay \$10,254.00 with respect to the payment owing on August 23, 2015, and failed to make the annual payment of \$12,254.00 owing on August 23, 2016. The Board finds that Quattro Exploration and Production Ltd. has failed to pay rent owing under the Surface Lease. Pursuant to section 176 of the *Petroleum and Natural Gas Act*, the Board determines that Quattro Exploration and Production Ltd. owes Rodney Scott Willms and Kathleen Audrey Willms \$10,254.00 in unpaid rent plus interest from August 23, 2016.

The Applicant is entitled to costs of this application.

The Board orders as follows:

- 1. Quattro Exploration and Production Ltd. shall forthwith pay to Rodney Scott Willms and Kathleen Audrey Willms the sum of \$10,254.00 plus interest calculated in accordance with the *Court Order Interest Act* from August 23, 2015.
- 2. Quattro Exploration and Production Ltd. shall forthwith pay to Rodney Scott Willms and Kathleen Audrey Willms the sum of \$12,254.00 plus interest calculated in accordance with the *Court Order interest Act* from August 23, 2016.
- 3. Terra Energy Corp. shall forthwith pay to Cheryl Rae Large \$59.00 in costs plus interest calculated in accordance with the *Court Order Interest Act* from the date of this Order.

DATED: October 7, 2016

FOR THE BOARD

Church

Cheryl Vickers, Chair