File No. 1735 Board Order 1735-1

October 4, 2011

SURFACE RIGHTS BOARD

IN THE MATTER OF THE PETROLEUM AND NATURAL GAS ACT, R.S.B.C. AS AMENDED

AND IN THE MATTER OF

THE SOUTH EAST ¼ OF SECTION 27 TOWNSHIP 77 RANGE 15 WEST OF THE 6TH MERIDIAN PEACE RIVER DISTRICT

THE NORTH EAST ¼ OF SECTION 27 TOWNSHIP 77 RANGE 15 WEST OF THE 6TH MERIDIAN PEACE RIVER DISTRICT

THE SOUTH EAST ¼ OF SECTION 34 TOWNSHIP 77 RANGE 15 WEST OF THE 6TH MERIDIAN PEACE RIVER DISTRICT (the Lands)

	BOARD ORDER	
	Loiselle Investments Ltd.	(RESPONDENT)
AND:	Encana Corporation	(APPLICANT)
BETWEEN:		

On October 3, 2011, I conducted a telephone mediation. During the course of our discussions, we reviewed the issue of the right of entry, partial compensation, and terms and conditions.

At this time the parties are unable to resolve compensation.

Encna has received a permit from the Oil and Gas Commission (OGC) and is requesting a Right-of-Entry from the Surface Rights Board to:

1. Build and operate a flow line over the three properties.

The parties are in agreement with the terms and conditions.

I am satisfied that Encana requires the right of entry for the purposes of gas and oil activities.

ORDER

1. Upon payment of the amounts set out in paragraphs 3 and 4, the Applicant shall have the Right of Entry to and access across the portions of Lands described below as shown on the individual ownership plans attached as Appendix "A" (the Lands) for the purpose of constructing, installing and operating a flow line as permitted by the Oil and Gas Commission.

The Lands are legally described as:

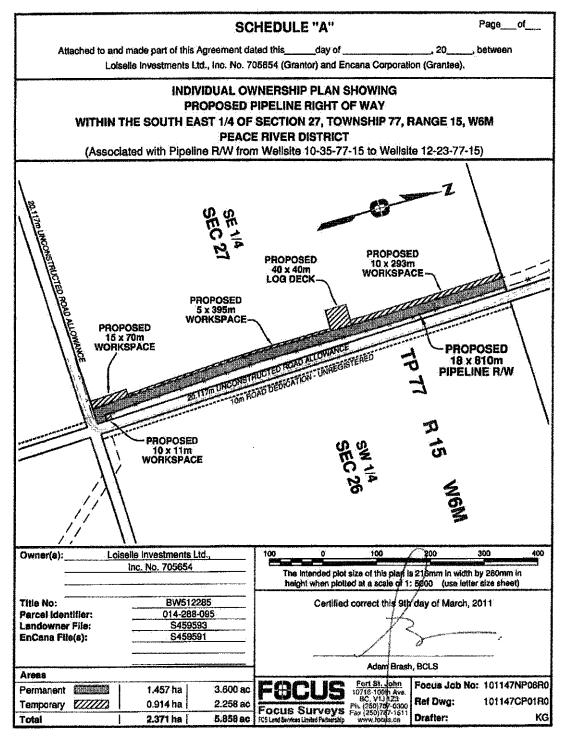
- THE SOUTH EAST ¼ OF SECTION 27 TOWNSHIP 77 RANGE 15 WEST OF THE 6TH MERIDIAN PEACE RIVER DISTRICT
- THE NORTH EAST ¼ OF SECTION 27 TOWNSHIP 77 RANGE 15 WEST OF THE 6TH MERIDIAN PEACE RIVER DISTRICT
- THE SOUTH EAST ¼ OF SECTION 34 TOWNSHIP 77 RANGE 15 WEST OF THE 6TH MERIDIAN PEACE RIVER DISTRICT
- 2. The Applicant's right of entry shall be subject to the terms and conditions attached as Appendix "B" to this Order.
- 3. The Applicant shall deliver to the Surface Rights Board security in the amount of \$15,000 by cheque made payable to the Minister of Finance. All or part of the security deposit may be returned to the Applicant, or paid to the Respondent, upon agreement of the parties or as ordered by the Board.

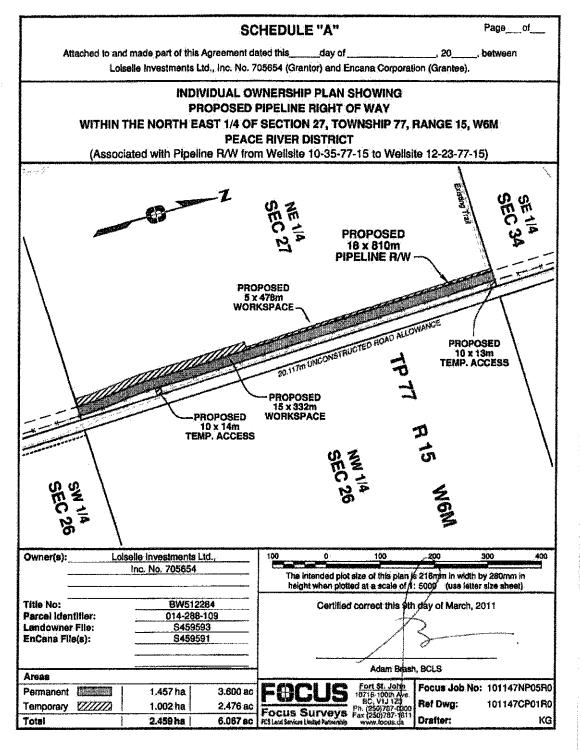
- 4. The Applicant shall pay to the landowner as partial payment for compensation payable for entry to and use of the Lands the amount of \$10,000.00.
- 5. Nothing in this Order operates as a consent, permission, approval, or authorization of a matter within the jurisdiction of the Oil and Gas Commission.

Dated October 4, 2011

FOR THE BOARD

Rob Fraser, Mediator





SCHEDULE "A" Page0							
Attached to and made part of this Agreement dated thisday of, 20, between Loiselle Investments Ltd., Inc. No. 705654 (Grantor) and Encana Corporation (Grantee).							
INDIVIDUAL OWNERSHIP PLAN SHOWING PROPOSED PIPELINE RIGHT OF WAY WITHIN THE SOUTH EAST 1/4 OF SECTION 34, TOWNSHIP 77, RANGE 15, W6M PEACE RIVER DISTRICT (Associated with Pipeline R/W from Wellsite 10-35-77-15 to Wellsite 12-23-77-15)							
(Associated with Pipeline R/W from Wellsite 10-35-77-15 to Wellsite 12-23-77-15) PROPOSED 10 x 28m WORKSPACE PROPOSED 15 x 10m WORKSPACE PROPOSED 18 x 725m PROPOSED 10 x 231m WORKSPACE PROPOSED 10 x 231m WORKSPACE PROPOSED 10 x 231m WORKSPACE							
	le Investments Ltd., nc. No. 705654	The intended plot sinelight when plotted	100 ize of this plan i d at a scale of 1	200 is 216mm in width √5000 (use lette	by 280mm in ar size sheet)		
Title No: Parcel Identifier: Landowner File: EnCena File(a):	BW512286 014-288-214 S459593 S459591	Certified o	Adam Brasi	h gay of March,	2011		
Areas Permanent Temporary (7///2) Total	1.307 ha 3.230 ac 0.601 ha 1.485 ac 1.908 ha 4.715 ac	FOCUS SURVEYS FOCUS SURVEYS FOCUS SURVEYS FOR FRANCIS	Fort St. John 10716-100th Ave. BC, VIJ 123 7h (280)787-1631 www.focus.cs	Focus Job No	o: 101147NP04R0 101147CP01R0 KG		

Appendix "B"

Conditions for Right of Entry

- 1. Encana will notify the landowner prior to commencing construction of the flow line on the Lands.
- 2. Encana shall make all reasonable efforts to contain its operations to the areas indicated on the individual ownership plans, including but not limited to, the travel and movement of personnel, vehicles, equipment, unless otherwise approved by the landowner.
- Following construction, Encana will leave the portions of the right-of-way that were previously forage or pasture land ready for seeding, and will otherwise make all reasonable efforts to ensure the right of way is left in a similar condition as the adjoining Lands.
- 4. Encana shall make a reasonable effort to prevent the entry and spread of weeds on the Lands caused by Encana's operations.
- 5. Should a spill, leak, break, rupture or failure occur in the flow line on the Lands, Encana, shall, as soon as reasonably possible, notify and inform the landowner of the location of the incident and advise the landowner of the measures being taken to contain, repair, and clean up the spill, leak, break, rupture or failure. Encana will be permitted immediate access to any of the landowner's surrounding Lands as necessary to contain, repair and clean up the spill, leak, break, rupture or failure.