| File No. 1684 Board Order 1684-1 |
|-------------------------------------|
| December 23, 2010 |

SURFACE RIGHTS BOARD

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

AND IN THE MATTER OF

NW ¼ of Section 2, Township 78, Range 16, W6M, Peace River District, Except: Parcel A (G8543) and Part Shown on Statutory Right of Way Plan BCP32515

(The "Lands")

| BETWEEN: | |
|--|-------------|
| SPECTRA ENERGY MIDSTREAM CORPORATION | |
| | (APPLICANT) |
| AND: | |
| KATHRYN VALERIE JEAN VIPOND AND CAROLYN RAE ALENE HO | LLINGSHEAD |
| (RI | ESPONDENTS) |
| | |
| | |
| | |

BOARD ORDER

Heard by telephone conference:

December 13 and 23, 2010

Mediator:

Rob Fraser

Spectra Energy Midstream Corporation ("Spectra") seeks a right of entry order to construct, operate and maintain a flowline across certain Lands legally owned by Kathryn Valerie Jean Vipond and Carolyn Raye Alene Hollingshead.

I am satisfied that an order authorizing entry to the Lands is required for a purpose described in section 142 (a) to (c) of the *Petroleum and Natural Gas Act*.

ORDER

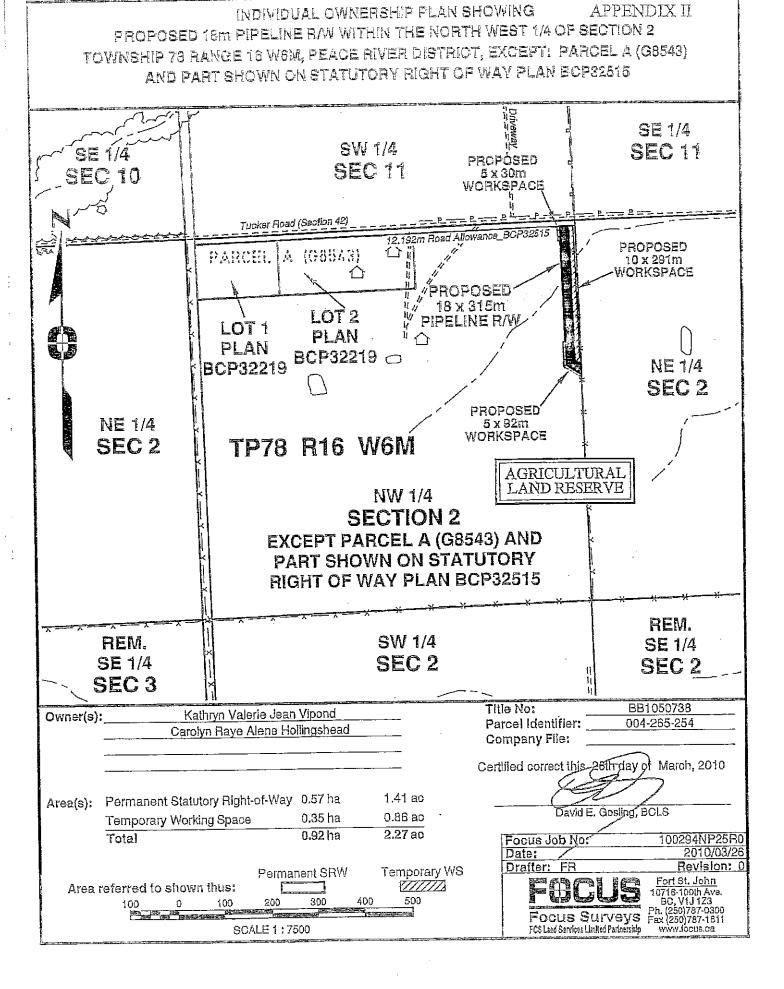
Pursuant to section 159 of the *Petroleum and Natural Gas Act*, the Board orders as follows:

- 1. Upon payment of the amounts set out in paragraphs 2 and 3, the Applicant shall have the right of entry to and access across the portion of the Lands shown on the Individual Ownership Plan attached as Appendix "A" for the purpose of constructing, operating, and maintaining a flow line approved by the British Columbia Oil and Gas Commission. The Applicant's right of entry shall be subject to the terms and conditions attached as Appendix "B" to this right of entry order.
- 2. The Applicant shall deposit with the Mediation and Arbitration Board security in the amount of \$2,500.00 by cheque 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.
- 3. The Applicant shall pay to the Respondents as partial payment for compensation payable for entry to an use of the Lands, the amount of \$1,200.00.
- 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: December 23, 2010

FOR THE BOARD

Rob Fraser, Mediator



APPENDIX "B"

CONDITIONS FOR RIGHT OF ENTRY

- 1. Spectra will contact the landowner prior to commencing construction of the flow line on the Lands.
- Spectra shall make all reasonable efforts to contain its operations to the areas indicated on the individual ownership plan, including but not limited to, the travel and movement of personnel, vehicles, equipment, unless otherwise approved by the landowner.
- Following construction, Spectra 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. Spectra shall make a reasonable effort to prevent the entry and spread of weeds on the Lands caused by Spectra's operations.
- 5. Should a spill, leak, break, rupture or failure occur in the flow line on the Lands, Spectra, 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. Spectra 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.
- 6. Spectra covenants and agrees to indemnify and save harmless the landowner from liabilities, damages, costs, claims, liens, suits or actions arising directly out of Spectra's operations on the Lands, other than that arising from the willful damage or negligence of the landowner.