

Notice of Public Tender

Crown Petroleum and Natural Gas Rights



**BRITISH
COLUMBIA**

Ministry of Natural Gas Development

Upstream Development Division

June 18, 2014

Ministry of Natural Gas Development
UPSTREAM DEVELOPMENT DIVISION

NOTICE OF PUBLIC TENDER

COMPETITION FOR THE RIGHT TO EXPLORE AND DEVELOP
CROWN PETROLEUM AND NATURAL GAS RESOURCES

JUNE 18, 2014

Pursuant to Section 71 of the *Petroleum and Natural Gas Act*, sealed bids addressed to the Minister of Natural Gas Development, and submitted to the office of the Executive Director, Tenure and Geoscience Branch, Upstream Development Division, 6th floor, 1810 Blanshard Street, PO Box 9326 Stn Prov Gov't, Victoria BC V8W 9N3 will be received up to 12:00 noon, Wednesday, June 18, 2014 for the privilege of obtaining petroleum and natural gas rights as outlined below. Accepted offers will be determined, based on the highest acceptable cash bonus and will be announced on Thursday, June 19, 2014.

Bidding procedures and conditions are defined in the Guide to Bidding and Disposition of Crown Petroleum and Natural Gas Rights available from the Upstream Development Division, 6th Floor, 1810 Blanshard Street, PO Box 9326, Stn Prov Govt, Victoria, British Columbia, V8W 9N3, telephone (250) 952-0333 or online at:

<http://www.empr.gov.bc.ca/Titles/OGTitles/InfoLetters/IssueDate/Documents/BiddingandDispositionGuide.pdf>.

Bids that do not meet the requirements specified in the Guide to Bidding and Disposition of Crown Petroleum and Natural Gas Rights will not be accepted.

The terms included in this Notice of Public Tender were determined based on referral comments received from provincial resource management agencies, regional districts, municipalities, and First Nations. Some parcels may be located in areas with active guide outfitter territories and traplines. Tenure holders should seek direction/guidance from the Oil and Gas Commission when planning exploration and development activities. General information on the location and contacts for specific guide outfitter territories and traplines is available from Lori Jeffrey, Administration Clerk, Fort St. John Regional Office, Ministry of Environment, telephone (250) 787-3411. Maps are available from the Applications and Approvals Branch, Oil and Gas Commission, Fort St. John, BC, telephone (250) 261-5701. For more information about referral comments received from participating agencies, please contact Director, Resource Development, Tenure and Geoscience Branch, Upstream Development Division at (250) 952-0333 or fax (250) 952-0331.

The *Oil and Gas Activities Act* (OGAA) was brought into force in October 2010 – the Act and regulations under OGAA apply to all tenure and replace statutory requirements and regulations under the *Oil and Gas Commission Act*, the *Pipeline Act* and operational aspects of the *Petroleum and Natural Gas Act*.

In addition to any terms listed in this notice, successful bidders should be aware that they will be required to abide by the various acts and regulations governing exploration and development whether or not specific terms are listed in this notice.

The right to reject any or all bids is reserved.

DATED at Victoria, British Columbia
this 8th day of May, 2014.

Rich Coleman
Minister of Natural Gas Development

DRILLING LICENCE

PARCEL	LEGAL DESCRIPTION	HA
65131	TRACT 1	1386

NTS 094-G-10 BLK F UNITS 31 41 51 61 71-73 81-83
NTS 094-G-10 BLK G UNITS 38-40 48-50 60 70 80 90

INC: PETROLEUM AND NATURAL GAS

ALL ZONES

PARCEL LOCATED WITHIN TREATY 8 AREA; ENGAGEMENT MAY BE REQUESTED BY A TREATY 8 FIRST NATION. ACCESS, EXPLORATION AND CONSTRUCTION RESTRICTIONS MAY BE APPLIED TO PROTECT FIRST NATION(S) ACTIVITIES AND INTERESTS, INCLUDING BUT NOT LIMITED TO: TRAPPING, HUNTING, FISHING, VEGETATION AND CULTURAL HERITAGE.
PROPHET RIVER FIRST NATION (PRFN) HAS REQUESTED CONSULTATION PRIOR TO ON-THE-GROUND-ACTIVITIES. PRFN HAS ADVISED THAT THIS AREA IS USED FOR PRACTICING TREATY RIGHTS. PRFN HAS REQUESTED EARLY ENGAGEMENT TO PROVIDE THE PROPONENT WITH THE OPPORTUNITY TO ADDRESS PRFN INTERESTS PRIOR TO SUBMITTING AN APPLICATION TO THE OIL AND GAS COMMISSION. ACCESS AND WELLSITE CONSTRUCTION RESTRICTIONS MAY APPLY TO PROTECT VALUES INCLUDING, BUT NOT LIMITED TO: WILDLIFE HABITAT, TRADITIONAL USE, MEDICINAL PLANTS AND CULTURAL HERITAGE.
PARCEL IS LOCATED WITHIN HORN RIVER, MONTNEY OR CORDOVA EMBAYMENT BOUNDARIES IN WHICH SHALE GAS RECOVERY AND TECHNOLOGY IS ANTICIPATED; PARTICIPATION IN A WATER OR ACCESS PLANNING PROCESS WITH OTHER TENURE HOLDERS MAY BE REQUIRED TO COORDINATE ACTIVITIES, EXPLORATION AND DEVELOPMENT.
ACCESS AND CONSTRUCTION RESTRICTIONS MAY APPLY. PRIOR TO ON-THE-GROUND ACTIVITY, CONTACT THE APPROPRIATE PROVINCIAL MINISTRY FOR APPLICABLE MANAGEMENT AND PROTECTION MEASURES TO MINIMIZE DISTURBANCE AND ADDRESS THE FOLLOWING (NOT LIMITED TO):
BLUE OR RED LISTED SPECIES
ACCESS AND WELLSITE CONSTRUCTION RESTRICTIONS MAY APPLY WITHIN:
LAND ACT TENURE(S)
AREA HAS POTENTIAL FOR FUTURE WIND POWER DEVELOPMENT.
POTENTIAL FOR ARCHAEOLOGICAL RESOURCES EXISTS; ARCHAEOLOGICAL IMPACT ASSESSMENT MAY BE REQUIRED.

TERM: 4 YEARS
FEES: \$500.00
RENT PER HA: \$3.50

NO FURTHER TRACTS

REF.NO. 1406019

PARCEL	LEGAL DESCRIPTION	HA
65132	TRACT 1	1108

NTS 094-G-10 BLK F UNITS 74 75 84 85 94 95
NTS 094-G-10 BLK K UNITS 4 5 14-17 24-27

INC: PETROLEUM AND NATURAL GAS

ALL ZONES

PARCEL LOCATED WITHIN TREATY 8 AREA; ENGAGEMENT MAY BE REQUESTED BY A TREATY 8 FIRST NATION. ACCESS, EXPLORATION AND CONSTRUCTION RESTRICTIONS MAY BE APPLIED TO PROTECT FIRST NATION(S) ACTIVITIES AND INTERESTS, INCLUDING BUT NOT LIMITED TO: TRAPPING, HUNTING, FISHING, VEGETATION AND CULTURAL HERITAGE.
PROPHET RIVER FIRST NATION (PRFN) HAS REQUESTED CONSULTATION PRIOR TO ON-THE-GROUND-ACTIVITIES. PRFN HAS ADVISED THAT THIS AREA IS USED FOR PRACTICING TREATY RIGHTS. PRFN HAS REQUESTED EARLY ENGAGEMENT TO PROVIDE THE PROPONENT WITH THE OPPORTUNITY TO ADDRESS PRFN INTERESTS PRIOR TO SUBMITTING AN APPLICATION TO THE OIL AND GAS COMMISSION. ACCESS AND WELLSITE CONSTRUCTION RESTRICTIONS MAY APPLY TO PROTECT VALUES INCLUDING, BUT NOT LIMITED TO: WILDLIFE HABITAT, TRADITIONAL USE, MEDICINAL PLANTS AND CULTURAL HERITAGE.
ACCESS AND CONSTRUCTION RESTRICTIONS MAY APPLY. PRIOR TO ON-THE-GROUND ACTIVITY, CONTACT THE APPROPRIATE PROVINCIAL MINISTRY FOR APPLICABLE MANAGEMENT AND PROTECTION MEASURES TO MINIMIZE DISTURBANCE AND ADDRESS THE FOLLOWING (NOT LIMITED TO):
BLUE OR RED LISTED SPECIES
ACCESS AND WELLSITE CONSTRUCTION RESTRICTIONS MAY APPLY WITHIN:
LAND ACT TENURE(S)
AREA HAS POTENTIAL FOR FUTURE WIND POWER DEVELOPMENT.
POTENTIAL FOR ARCHAEOLOGICAL RESOURCES EXISTS; ARCHAEOLOGICAL IMPACT ASSESSMENT MAY BE REQUIRED.

TERM: 4 YEARS
FEES: \$500.00
RENT PER HA: \$3.50

NO FURTHER TRACTS

REF.NO. 1406020

PARCEL	LEGAL DESCRIPTION	HA
65133	TRACT 1	521

TWP 083 RGE 17 W6M SEC 18 19

INC: PETROLEUM AND NATURAL GAS

ALL ZONES

PARCEL LOCATED WITHIN TREATY 8 AREA; ENGAGEMENT MAY BE REQUESTED BY A TREATY 8 FIRST NATION. ACCESS, EXPLORATION AND CONSTRUCTION RESTRICTIONS MAY BE APPLIED TO PROTECT FIRST NATION(S) ACTIVITIES AND INTERESTS, INCLUDING BUT NOT LIMITED TO: TRAPPING, HUNTING, FISHING, VEGETATION AND CULTURAL HERITAGE.
PARCEL MAY CONTAIN DOIG RIVER FIRST NATION HERITAGE SITES.
SPECIFIC FIRST NATION(S) VALUES AND INTERESTS INCLUDE:
HISTORICAL TRAIL
ACCESS AND WELLSITE CONSTRUCTION RESTRICTIONS MAY APPLY WITHIN:
PRIVATE LAND
RECORDED AND POTENTIAL ARCHAEOLOGICAL SITES EXIST; ARCHAEOLOGICAL IMPACT ASSESSMENT MAY BE REQUIRED.

TERM: 3 YEARS
FEES: \$500.00
RENT PER HA: \$3.50

NO FURTHER TRACTS

REF.NO. 1311009B

PETROLEUM AND NATURAL GAS LEASE

PARCEL	LEGAL DESCRIPTION	HA
65134	TRACT 1	2505

NTS 094-G-08 BLK K UNITS 78-80 88-90 98-100
NTS 094-G-08 BLK L UNITS 52 53 62 63 71-73 81-83 91-93
NTS 094-G-09 BLK C UNITS 8-10
NTS 094-G-09 BLK D UNITS 1-3

INC: PETROLEUM AND NATURAL GAS

ALL ZONES

TRACT 2

NTS 094-G-08 BLK K UNITS 58-60 68-70
NTS 094-G-08 BLK L UNITS 51 61

INC: PETROLEUM AND NATURAL GAS

BELOW BASE OF 34001 ARTEX-HALFWAY-DOIG

34001 ARTEX-HALFWAY-DOIG ZONE DEFINED IN THE INTERVAL 5258.2'-5772.0' ON
THE BHC SONIC LOG OF THE WELL W.A. 3406 A-7-L/94-G-01

PARCEL LOCATED WITHIN TREATY 8 AREA; ENGAGEMENT MAY BE REQUESTED BY A TREATY 8 FIRST NATION. ACCESS, EXPLORATION AND CONSTRUCTION RESTRICTIONS MAY BE APPLIED TO PROTECT FIRST NATION(S) ACTIVITIES AND INTERESTS, INCLUDING BUT NOT LIMITED TO: TRAPPING, HUNTING, FISHING, VEGETATION AND CULTURAL HERITAGE.
PROPHET RIVER FIRST NATION HAS REQUESTED ENGAGEMENT PRIOR TO ON-THE-GROUND ACTIVITIES. CULTURAL HERITAGE, TRADITIONAL USE, OR WILDLIFE ASSESSMENTS AND MITIGATION PLANS MAY BE REQUESTED PRIOR TO ON-THE-GROUND ACTIVITIES.
PROPHET RIVER FIRST NATION MAY REQUEST ASSESSMENTS AND/OR MANAGEMENT PLANS FOR THE FOLLOWING:
WATER QUALITY AND WATERSHED VALUES
WILDLIFE, VEGETATION AND CULTURAL VALUES OF A FIRST NATION
ACCESS
DIRECTIONAL DRILLING ONLY WILL BE ALLOWED UNDER THE PORTION OF THE PARCEL WITHIN THE SIKANNI CHIEF CANYON PARK.
PARCEL IS LOCATED WITHIN HORN RIVER, MONTNEY OR CORDOVA EMBAYMENT BOUNDARIES IN WHICH SHALE GAS RECOVERY AND TECHNOLOGY IS ANTICIPATED; PARTICIPATION IN A WATER OR ACCESS PLANNING PROCESS WITH OTHER TENURE HOLDERS MAY BE REQUIRED TO COORDINATE ACTIVITIES, EXPLORATION AND DEVELOPMENT.
ACCESS AND CONSTRUCTION RESTRICTIONS MAY APPLY. PRIOR TO ON-THE-GROUND ACTIVITY, CONTACT THE APPROPRIATE PROVINCIAL MINISTRY FOR APPLICABLE MANAGEMENT AND PROTECTION MEASURES TO MINIMIZE DISTURBANCE AND ADDRESS THE FOLLOWING (NOT LIMITED TO):
BLUE OR RED LISTED SPECIES
POTENTIAL FOR ARCHAEOLOGICAL RESOURCES EXISTS; ARCHAEOLOGICAL IMPACT ASSESSMENT MAY BE REQUIRED.

TERM: 10 YEARS
FEES: \$500.00
RENT PER HA: \$7.50

NO FURTHER TRACTS

REF.NO. 1403028

PARCEL	LEGAL DESCRIPTION	HA
65135	TRACT 1	1948

NTS 094-G-08 BLK J UNITS 80 90 100
NTS 094-G-08 BLK K UNITS 71 76 77 81 86 87 91-93
NTS 094-G-09 BLK B UNITS 10
NTS 094-G-09 BLK C UNITS 1-3

INC: PETROLEUM AND NATURAL GAS

ALL ZONES

TRACT 2

NTS 094-G-08 BLK K UNITS 74 75 84 85 94-97
NTS 094-G-09 BLK C UNITS 4-7

INC: PETROLEUM AND NATURAL GAS

BELOW BASE OF 34001 ARTEX-HALFWAY-DOIG

34001 ARTEX-HALFWAY-DOIG ZONE DEFINED IN THE INTERVAL 5258.2'-5772.0' ON
THE BHC SONIC LOG OF THE WELL W.A. 3406 A-7-L/94-G-01

PARCEL LOCATED WITHIN TREATY 8 AREA; ENGAGEMENT MAY BE REQUESTED BY A TREATY 8 FIRST NATION. ACCESS, EXPLORATION AND CONSTRUCTION RESTRICTIONS MAY BE APPLIED TO PROTECT FIRST NATION(S) ACTIVITIES AND INTERESTS, INCLUDING BUT NOT LIMITED TO: TRAPPING, HUNTING, FISHING, VEGETATION AND CULTURAL HERITAGE.

PROPHET RIVER FIRST NATION HAS REQUESTED ENGAGEMENT PRIOR TO ON-THE-GROUND ACTIVITIES. CULTURAL HERITAGE, TRADITIONAL USE, OR WILDLIFE ASSESSMENTS AND MITIGATION PLANS MAY BE REQUESTED PRIOR TO ON-THE-GROUND ACTIVITIES.

PROPHET RIVER FIRST NATION MAY REQUEST ASSESSMENTS AND/OR MANAGEMENT PLANS FOR THE FOLLOWING:

WATER QUALITY AND WATERSHED VALUES

WILDLIFE, VEGETATION AND CULTURAL VALUES OF A FIRST NATION

ACCESS

PARCEL LOCATED WITHIN MAJOR RIVER CORRIDOR SPECIAL MANAGEMENT ZONE. PRE-ASSESSMENTS AND MITIGATION STRATEGIES MAY BE REQUIRED; SEE FORT ST. JOHN LRMP.

POTENTIAL FOR ARCHAEOLOGICAL RESOURCES EXISTS; ARCHAEOLOGICAL IMPACT ASSESSMENT MAY BE REQUIRED.

TERM: 10 YEARS
FEES: \$500.00
RENT PER HA: \$7.50

NO FURTHER TRACTS

REF.NO. 1403027

Parcels Offered and Hectares Summary

	No. Offered	Hectares
Permits	0	0
Drilling Licences	3	3,015
Leases	2	4,453
Grand Total	5	7,468