



Ministry of
Natural Gas
Development

INFORMATION LETTER

PAR2016-08

August 18, 2016

POLICY and ROYALTY BRANCH

**SUBJECT: NATURAL GAS POSTED MINIMUM PRICE
FOR THE MONTH OF JULY 2016**

The British Columbia Posted Minimum Prices (PMP) for raw and residue gas volumes made available for sale in the production month of July are as follows:

<u>Plant Group</u>	<u>\$/10³m³</u>
Group 1 – Fort Nelson	12.981
Group 2 – McMahan	31.718
Group 3 – Pine River	10.316
Group 4 – Other BC	38.504
Group 5 – Alberta	31.039

The PMP are the lowest prices that may be used in both the determination of the Crown royalty rates and in the valuation of the Crown's royalty and freehold production tax shares.

For a complete description of the plants included within each group, please refer to website <http://www2.gov.bc.ca/gov/content/taxes/natural-resource-taxes/oil-natural-gas/forms-publications/publications/posted-minimum-price>

Any questions regarding PMP can be directed to Cindy Wan at 250-952-0215.

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Royalty Administrator

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or visit our website at www.gov.bc.ca/oilandnaturalgastaxes

PMP TABLE
For the Period July 2015 to July 2016
\$/10³m³

Month	Group 1	Group 2	Group 3	Group 4	Group 5
July-15	31.785	54.650	31.587	52.861	48.512
Aug-15	22.202	36.350	23.318	43.047	53.708
Sept-15	24.952	43.173	25.153	38.558	52.853
Oct-15	15.666	32.331	16.815	34.533	47.945
Nov-15	10.000	22.733	17.046	27.861	42.290
Dec-15	15.635	33.479	25.415	37.559	38.980
Jan-16	19.439	36.649	26.792	43.344	39.676
Feb-16	10.000	24.158	10.000	38.602	30.657
Mar-16	10.000	10.000	10.000	12.065	15.612
Apr-16	10.000	10.000	10.000	10.000	10.000
May-16	10.000	10.000	10.000	10.000	10.000
June-16	10.000	15.795	10.000	22.244	11.631
July-16	12.981	31.718	10.316	38.504	31.039

Rates are expressed in \$/10³m³

Group 1 - Fort Nelson

Group 2 - McMahan

Group 3 - Pine River

Group 4 - Other BC

Group 5 - Alberta

For further details on PMP, refer to Section 5.4 of the Oil and Gas Royalty Handbook or refer to Information Letter F98-5.