



Ministry of
Natural Gas
Development

INFORMATION LETTER

PAR2016-07

July 20, 2016

POLICY and ROYALTY BRANCH

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

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

<u>Plant Group</u>	<u>\$/10³m³</u>
Group 1 – Fort Nelson	10.000
Group 2 – McMahan	15.795
Group 3 – Pine River	10.000
Group 4 – Other BC	22.244
Group 5 – Alberta	11.631

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.

Original signed by

Ines Piccinino
Royalty Administrator

For changes to the mailing list or additional copies, please contact:

Cindy Head

Telephone: (250) 356-1366 or 1-800-667-1182 FAX: (250) 952-0191

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

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

Month	Group 1	Group 2	Group 3	Group 4	Group 5
June-15	32.294	10.000	28.276	50.005	42.140
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

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.