

EnCana Corporation

Section 40 Review Request of Well Licence No. 0307423 Strathmore Field

June 22, 2005

ALBERTA ENERGY AND UTILITIES BOARD

Decision 2005-064: EnCana Corporation, Section 40 Review Request of Well Licence No. 0307423, Strathmore Field

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ALBERTA ENERGY AND UTILITIES BOARD

Calgary Alberta

ENCANA CORPORATION SECTION 40 REVIEW REQUEST OF WELL LICENCE NO. 0307423 STRATHMORE FIELD

Decision 2005-064 Proceeding No. 1393859

1 DECISION

Upon the withdrawal of the request for review, the Alberta Energy and Utilities Board (EUB/Board) cancels the scheduled hearing and confirms that Well Licence No. 0307423 is in good standing.

2 INTRODUCTION

2.1 Background

On April 20, 2004, the Board approved Application No. 1342634 and issued Well Licence No. 0307423 to EnCana Corporation (EnCana). The licence would permit EnCana to drill a well with 0.00 mol/kmol H₂S from a surface location in Legal Subdivision (LSD) 11 of Section 26, Township 23, Range 25, West of the 4th Meridian. The purpose of the well is to obtain gas production from the Belly River Group and coalbed methane from the Belly River and Edmonton Group formations. The proposed well would be located about 4 kilometres (km) south of the Town of Strathmore.

2.2 Application No. 1349415

On June 8, 2004, Paul Gron and Mary Gron (the interveners) made a request under Section 40 of the *Energy Resources Conservation Act* for the Board to review Well Licence No. 0307423. The EUB registered the interveners' letter as Application No. 1349415 and considered that application to be phase 1 of the request to review Well Licence No. 0307423.

2.3 **Proceeding No. 1393859**

The Board granted the interveners' request for review and directed that a hearing be scheduled to determine whether the Board should confirm, vary, or rescind its decision to grant Well Licence No. 0307423.

2.4 Hearing

The Board was scheduled to hold a public hearing in Strathmore, Alberta, on July 20, 2005, before Board Member J.R. Nichol, P.Eng. (Presiding Member) and Acting Board Members W. A. Warren, P.Eng., and R. J. Willard, P.Eng. The hearing was cancelled by the EUB for the reasons set out in the discussion below.

3 DISCUSSION

Negotiations between the parties continued after the EUB granted the hearing. As a result of these discussions, an agreement was reached on May 18, 2005. The interveners signed a withdrawal of the review request, which was received by the EUB on May 31, 2005.

Dated in Calgary, Alberta, on June 22, 2005.

ALBERTA ENERGY AND UTILITIES BOARD

<original signed by>

J. R. Nichol, P.Eng. Presiding Member

<original signed by>

W. A. Warren, P.Eng. Acting Board Member

<original signed by>

R. J. Willard, P.Eng. Acting Board Member