



NAL Resources Limited

Applications for a Well Licence and
Associated Pipeline Licence Richdale Field

May 8, 2007

ALBERTA ENERGY AND UTILITIES BOARD

Decision 2007-035: NAL Resources Limited, Applications for a Well Licence and Associated Pipeline Licence, Richdale Field

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ALBERTA ENERGY AND UTILITIES BOARD

Calgary Alberta

NAL RESOURCES LIMITED APPLICATIONS FOR A WELL LICENCE AND ASSOCIATED PIPELINE LICENCE RICHDALE FIELD

Decision 2007-035
Applications No. 1485700 and 1485887

1 DECISION

Having completed a review of the applications, the Alberta Energy and Utilities Board (EUB/Board) hereby approves Applications No. 1485700 and 1485887.

2 INTRODUCTION

2.1 Applications

NAL Resources Limited (NAL Resources) applied for a licence to drill a well (Application No. 1485700) and a licence to construct and operate a pipeline (Application No. 1485887). The proposed facilities would be located about 12.3 kilometres (km) southeast of the town of Hanna.

Application No. 1485700

NAL Resources applied to the EUB, pursuant to Section 2.020 of the *Oil and Gas Conservation Regulations*, for a licence to drill a vertical well from a surface location at Legal Subdivision (LSD) 16, Section 34, Township 30, Range 13, West of the 4th Meridian, for the purpose of producing natural gas containing no hydrogen sulphide (H₂S) from the Viking Formation.

Application No. 1485887

NAL Resources applied to the EUB, pursuant to Part 4 of the *Pipeline Act*, for approval to construct and operate a pipeline for the purpose of transporting natural gas from a well located at LSD 16-34-30-13W4M to a pipeline tie-in point at LSD 10-34-30-13W4M. The proposed pipeline would be about 0.66 km in length and would transport natural gas containing no H₂S.

2.2 Intervention

Natalie Newman, who owns the land where the proposed well and pipeline would be located, and Lester Nester (F. Nester Ranching Ltd.), who is an occupant of the land, filed a joint intervention in opposition to the applications.

3 DISCUSSION

The Board determined that Ms. Newman and Mr. Nester, as the owner and occupant of the land where the well and pipeline would be located, might have been directly and adversely affected by the Board's decision on the applications and that a public hearing was necessary to consider their concerns. However, Ms. Newman, Mr. Nester, and NAL Resources utilized the EUB's Appropriate Dispute Resolution program, which led to a withdrawal of objection from Ms. Newman and Mr. Nester on April 23, 2007. The Board has determined that the applications meet

all the applicable EUB requirements and will therefore issue the necessary approvals in due course.

Dated in Calgary, Alberta, on May 8, 2007.

ALBERTA ENERGY AND UTILITIES BOARD

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Presiding Member

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Acting Board Member

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