
ENERGY RESOURCES CONSERVATION BOARD

Calgary Alberta**NORTH WEST UPGRADING INC.****APPLICATIONS FOR TWO PIPELINE LICENCES****2012 ABERCB 010****REDWATER FIELD****Applications No. 1734600 and 1734598**

DECISION

[1] The Energy Resources Conservation Board (ERCB/Board) hereby approves Applications No. 1734600 and 1734598.

APPLICATIONS

[2] North West Upgrading Inc. applied, pursuant to Part 4 of the *Pipeline Act*, for approval to construct and operate two pipelines. The first pipeline would transport diluted bitumen with no hydrogen sulphide (H₂S) content from Legal Subdivision (LSD) 10 of Section 11, Township 56, Range 21, West of the 4th Meridian to a pipeline tie-in point at LSD 15-8-56-21W4M and would be 5.2 kilometers (km) in length. The second pipeline would transport diluent with a maximum H₂S concentration of 2.19 moles per kilomole (0.2 per cent) from LSD 15-8-56-21W4M to a pipeline terminal at LSD 10-11-56-21W4M and would be 5.2 km in length. The pipelines would be located about 6 km northwest of Bruderheim.

[3] An objection to the applications was filed by BA Energy Inc. The parties engaged in the ERCB's Appropriate Dispute Resolution program. The parties continued the negotiation process and reached an agreement on their own.

DISCUSSION

[4] The Board was scheduled to hold a public hearing in Calgary, Alberta, on September 5, 2012, before Board Members G. Eynon, P.Geo. (Presiding Member); A. H. Bolton, P.Geo.; and T. C. Engen.

[5] On August 17, 2012, the ERCB received a signed withdrawal of objection. Accordingly, the public hearing is cancelled.

Dated in Calgary, Alberta, on August 22, 2012.

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<original signed by>

G. Eynon, P.Geo.
Presiding Member