

BY E-MAIL ONLY

February 8, 2018

JACQUI KENNEDY**RE: SHACKLETON EXPLORATION LTD.
APPLICATION NO. 1893919
STATEMENT OF CONCERN NO. 30837**

Dear Jacqui Kennedy:

You are receiving this letter because you filed a statement of concern about Shackleton Exploration Ltd. (Shackleton) against Application No. 1893919. The Alberta Energy Regulator (AER) has reviewed your statement of concern, along with the Application, the applicable requirements, and other submissions or information about the Applications and has decided that a hearing is not required under an enactment or otherwise necessary to consider the concerns outlined in your statement of concern.

In its review of your concerns, the AER considered the following:

- You hold the mineral rights to the NE quarter of Section of 19-044-20W4M.
- You do not have any wells drilled at that location nor have you provided any information to show the extension of the Upper Mannville J Pool, in the NE quarter of Section 19-044-20W4M, to support your concerns about resource drainage at this time.
- You do not have any wells drilled on or near the NE quarter of Section 19-44-20W4M: therefore the concerns about resource drainage are not supported at this time.
- Regarding your concerns about pooling, the AER defines the areal extent of the Upper Mannville J pool and has not designated the Upper Mannville FM in the NE quarter of Section 19-044-20W4M.
- In accordance with *Directive 65: Section 7.2.1* and the *Oil and Gas Conservation Rules: Part 4.030(1) (b)*, the standard buffer zone is 100m for all boundaries which also applies to the producing portion of the well bore.
- The information provided by you does not demonstrate that you may be directly or adversely affected by the approval of the special well spacing application.

Based on the above considerations the AER has issued the applied-for approval and this is your notice of that decision. A copy of the approval is attached.

Under the *Responsible Energy Development Act* an eligible person may file a request for a regulatory appeal on an appealable decision. Eligible persons and appealable decisions are defined in section 36 of the *Responsible Energy Development Act* and section 3.1 of the *Responsible Energy Development Act General Regulation*. If you wish to file a request for regulatory appeal, you must submit your request in the form and manner and within the timeframe required by the AER. You can find filing requirements and forms on the AER website www.aer.ca under Applications & Notices: Appeals.

inquiries 1-855-297-8311
24-hour
emergency 1-800-222-6514

If you have any questions, contact _____ by email _____.

Sincerely,
<original signed by>

Rob Borth
Director, Oil and Gas Authorizations

Attachment: Approval (1)