

BY E-MAIL ONLY

February 8, 2018

JAMIE MACIBORSKY

**RE: SHACKLETON EXPLORATION LTD.
APPLICATION NO. 1893919
STATEMENT OF CONCERN NO. 30823**

Dear Jamie Maciborsky,

You are receiving this letter on behalf of Lorraine Seely, Jacqueline Hendrix, Marjorie Maciborski, Bill I. Videsjorden and Dorothy Maciborsky, who 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 Application 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:

- Shackleton owns 1/6th interest in the minerals in the N1/2 of the NW1/4 of Section 15-044-20W4M while each SOC filer individually owns an additional 1/6th interest.
- 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 LSD 13 and 14 of Section 15-044-20W4M, to support your concerns about resource drainage at this time.
- Regarding your concerns about pooling, the AER defines the areal extent of the Upper Mannville J pool and the AER has not designated the Upper Mannville FM in legal subdivisions 13 and 14 of the Section 15-044-20W4M.
- Regarding your concerns about fracking, Shackleton has drilled the existing wells within 100m buffer zone and is compliant with the regulations 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)