

ALBERTA ENERGY AND UTILITIES BOARD

Calgary Alberta

APPLICATION FOR A WELL LICENCE

RYCROFT FIELD

ANDERSON RESOURCES LTD.

LSD 16-20-77-4 W6M

**Examiner Report 98-7
Application No. 1023109**

1 INTRODUCTION

1.1 Application

Anderson Resources Ltd. (Anderson) applied to the Alberta Energy and Utilities Board (EUB) pursuant to Section 2.020 of the Oil and Gas Conservation Regulations for a well licence to drill in Legal Subdivision 16, Section 20, Township 77, Range 4, West of the 6th Meridian. The purpose of the well is to obtain sweet gas production from the Doig Formation.

1.2 Interventions

Written interventions were filed by Mr. Darryl Carter, on behalf of Mr. John Hemmingway, landowner of the above mentioned land, on 13 January and 28 April 1998. Mr. Carter indicated that the proposed well site would interfere with Mr. Hemmingway's farming operation.

1.3 Hearing

The application was considered at a public hearing which took place on 20 July 1998 in Spirit River, Alberta, before Board appointed examiners, J. R. Nichol, P.Eng., F. G. Sorenson, and W. Elsner, P.Geol..

Those who appeared at the hearing are listed in the following table:

THOSE WHO APPEARED AT THE HEARING

Principles and Representatives
(Abbreviations Used in Report)

Witnesses

Anderson Resources Ltd. (Anderson)
J. James

J. James, P.Eng.
K. Starks
D. Luebek

J. Hemmingway
D. Carter, Q.C.

J. Hemmingway

Alberta Energy and Utilities Board
T. Donnelly, Board Counsel
L. Morrison
M. Drake

2 DISCUSSION

After opening the hearing and registering the applicant and intervener, all of the hearing participants visited the proposed well site. When the hearing was reconvened both parties confirmed that an agreement to relocate the well approximately 50 metres (m) south and 25 m east of the applied for location had been reached. Anderson was advised that a new application would be required for the alternate well location. Since there were no outstanding issues the hearing was closed.

Dated at Calgary, Alberta, on 25 August 1998.

ALBERTA ENERGY AND UTILITIES BOARD

<Original signed by>

J. R. Nichol, P.Eng.

<Original signed by>

F. G. Sorenson

<Original signed by>

W. Elsner, P.Geol.