

PNG Guideline 14 April 2003

Application for Amendment to Statutory Unit Operation Order

- 1. An application under section 40 of *The Oil and Gas Conservation Act* shall include the following:
 - (a) A detailed description of the proposed change to the unit operation order, along with reasons for the proposed change, including:
 - (i) an updated list of all working interest owners and mineral interest owners in the unit, and their participation in the unit;
 - (ii) results of a mail ballot or operating committee vote on the proposed change. Note that the operating committee must approve the proposed changes in accordance with the voting procedure in the unit operation order before it will be considered by the department;
 - (iii) copies of any minutes of the operating committee meetings which deal with the proposed change to the unit operation order;
 - (iv) copies of any reports or studies commissioned by the operator or others on the proposed change to the unit operation order.
 - (b) A copy of the latest unit operation order, along with proposed changes in wording to the order.
 - (c) A copy of the most recent unit operations report (technical report) for the unit.
- 2. Applications for modification of existing statutory unit tract factors will <u>not</u> be considered.
- 3. Applications to enlarge the unit area shall be consistent with section 41 of the Act where the previously established unit area must be treated as a single tract and must include:
 - (a) the written consent of all the working interest and mineral owners within the enlargement area.
 - (b) the proposed participation formula and tract factors.
- 4. The submission shall be in written and illustrated form, signed by an officer of the company making the application, and appropriately bound.

- 5. The applicant shall provide a copy of the submission to each of the mineral and working interest owners involved.
- 6. Submit two (2) copies of each application to:

Engineering Services Branch Saskatchewan Industry and Resources 200 - 2101 Scarth Street Regina, Saskatchewan S4P 2H9

7. For further information contact Rick McLean at (306) 787-2596.

Note:

Applications for the formation of new statutory units will not be considered under these guidelines.