

Anderson Energy Ltd.

Applications for Two Well Licences and a Pipeline Licence Gilby Field

October 2, 2007

ALBERTA ENERGY AND UTILITIES BOARD

Decision 2007-074: Anderson Energy Ltd., Applications for Two Well Licences and a Pipeline Licence, Gilby Field

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Published by

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ALBERTA ENERGY AND UTILITIES BOARD

Calgary Alberta

ANDERSON ENERGY LTD.
APPLICATIONS FOR TWO WELL LICENCES
AND A PIPELINE LICENCE
GILBY FIELD

Decision 2007-074 Applications No. 1483550, 1483444, and 1507485

1 DECISION

Having completed a review of the applications, the Alberta Energy and Utilities Board (EUB/Board) hereby approves Applications No. 1483550, 1483444 and 1507485.

2 INTRODUCTION

2.1 Applications

Anderson Energy Ltd. (Anderson) submitted Applications No. 1483550 and 1483444, pursuant to Section 2.020 of the *Oil and Gas Conservation Regulations*, for licences to drill two vertical gas wells from surface locations in Legal Subdivision (LSD) 15 and LSD 10 of Section 30, Township 40, Range 2, West of the 5th Meridian. The purpose of the wells would be to obtain gas production containing no hydrogen sulphide (H₂S) from the Edmonton Group. The proposed wells would be located about 10.8 kilometres (km) northwest of Sunbreaker Cove.

Anderson submitted Application No. 1507485, pursuant to Part 4 of the *Pipeline Act*, for approval to construct and operate a pipeline for the purpose of transporting natural gas containing no H₂S from the proposed wells at LSD 10-30-40-2W5M and LSD 15-30-40-2W5M to a pipeline tie-in point at LSD 6-31-40-2W5M. The proposed pipeline would be 1.96 km in length, with a maximum outside diameter of 168.3 millimetres. The proposed pipeline would be located about 10.8 km northwest of Sunbreaker Cove.

2.2 Intervention

Edward Pogadl and Glenda Pogadl are the owners of Section 30-40-2W5M, where the proposed wells and pipeline would be located. They filed an intervention stating a number of concerns with the proposed wells and pipeline. Edward Pogadl represented Glenda Pogadl in this proceeding pursuant to authority given by her in writing.

2.3 Hearing

The Board was scheduled to hold a public hearing in Sylvan Lake, Alberta, on September 25, 2007, before Board Member T. M. McGee (Presiding Member) and Acting Board Members W. A. Warren, P.Eng., and F. Rahnama, Ph.D.

3 DISCUSSION

Anderson Energy Ltd. engaged in EUB-facilitated appropriate dispute resolution with Mr. Pogadl on September 12, 2007. The Board was subsequently advised that an agreement was reached between the parties, and on September 19, 2007, a signed withdrawal of objection was received by the EUB. The Board notes that the applications meet all the applicable regulatory requirements and that there are no outstanding objections to the applications. The Board has therefore cancelled the hearing and will issue the necessary approvals in due course.

Dated in Calgary, Alberta, on October 2, 2007.

ALBERTA ENERGY AND UTILITIES BOARD

<Original signed by>

T. M. McGee Presiding Member

<Original signed by>

W. A. Warren, P.Eng. Acting Board Member

<Original signed by>

F. Rahnama, Ph.D. Acting Board Member