

# Special Production Allowance

## Terms and Conditions

November 1, 2019

In accordance with section 8.1 of the *Curtailment Rules*, the Minister has set the following terms or conditions to operators issued special production allowance volumes:

- 1) Special production allowance volumes shall not be transferred to another operator.
- 2) An operator to whom a special production allowance is issued can continue to transfer the combined amount of crude oil and crude bitumen specified in the operator's curtailment order
- 3) Special production allowance volumes applies to crude oil and crude bitumen irrespective of its processed form (liquid or semisolid) prior to it being shipped by rail.
- 4) At the discretion of the Minister, an operator to whom a special production allowance is issued shall not exceed either 10% or 6,000 barrels, whichever is greater, of its special production allowance volume issued for that month.
- 5) An operator to whom a special production allowance is issued shall provide information to the Minister on the production and shipment volumes within fifteen (15) days of the end of the production month. Additional requests for information by the Minister shall be provided within five (5) business days from the date of the Minister's request.
- 6) The Minister may reduce, reject or terminate a special production allowance if the Minister is of the opinion that an operator subjected to a special production allowance is not adhering to its intent and purpose.