
Made at Calgary, in the
Province of Alberta, on

February 15, 2018

ALBERTA ENERGY REGULATOR

Under section 96 of the *Public Lands Administration Regulation*

WHEREAS pursuant to License of Occupation No. LOC 770462 (the “LOC”), located at SW-29-35-8 W5M, Paramount Resources (ACL) Ltd. (the “Licensee”) has possession of a vacant disposition area, which is a road held under a license, issued for the purpose of an access road (the “LOC Road”);

WHEREAS it is necessary to manage access on the LOC Road for public safety reasons, as it is subject to frequent flooding;

And WHEREAS, pursuant to section 96 of the *Public Lands Administration Regulation*, the Alberta Energy Regulator (AER) may require the Licensee to comply with the terms and conditions of this order;

THEREFORE, I, Alanda Allum, Director, Oil and Gas, Environment and Operational performance, under section 96 of the *Public Lands Administration Regulation*, DO HEREBY ORDER the following:

1. The LOC Road is closed to all motorized conveyances, as defined in section 1 (c.2) of the *Public Lands Act*, except:
 - a. vehicles operated on behalf of the Licensee, the Alberta Energy Regulator, the Government of Alberta, or any other municipal or federal regulatory authority;
 - b. vehicles operated on behalf of a commercial user entitled to use the road under the *Public Lands Act*;
 - c. vehicles operated in connection with an action taken under an enactment or regulatory instrument for the purpose of protecting public safety; and
 - d. vehicles operated in connection with an action taken to respond to an emergency
2. The LOC Road is closed until cancelled or until this order is rescinded, whichever is earlier. (the “Closure Period”).
3. During the Closure Period, this order shall be registered and run with the LOC, as either or both of the LOC and this order may be amended or replaced from time to time, and this order applies to and binds the Licensee and permitted successors and assigns.

4. The Licensee shall install and maintain an access control structure at each of the locations identified on the map attached and marked as “Road Closure Point” in ‘Schedule ‘A’ of this order.
5. The type and location of the access control structure under the preceding clause shall be to the satisfaction of the Director, Oil and Gas, Environment and Operational Performance, or any other person duly designated for the purposes of section 96 of the *Public Lands Administration Regulation*.
6. The Licensee shall install and maintain a prominent Road Closure sign, during the Closure Period, at each Road Closure Point identified on the map in Schedule ‘A’ of this order.
7. The content, design and location of the Road Closure sign under the preceding clause shall be to the satisfaction of the Director, Oil and Gas, Environment and Operational Performance, or any other person duly designated for the purposes of section 96 of the *Public Lands Administration Regulation*.
8. The Licensee shall be responsible for obtaining its own professional advice, including legal advice, on the design, installation and adequacy of all signs, access control structures and information that this order may require from the Licensee.
9. Notwithstanding anything in this order, the Licensee shall obtain all other necessary approvals from any other regulatory agency (federal or provincial) that may be required for the purposes of complying with this order.
10. The Licensee shall report to the Alberta Energy Regulator, any observed unauthorized travel on the LOC, and any damage to any access control structure within 7 business days of making the observation.

11. The Road Closure sign shall contain, at a minimum, the following information and display substantially the following form:

<p style="text-align: center;">TAKE NOTICE</p> <p>This is a “closed road” as defined in section 54.01 of the <i>Public Lands Act</i>.</p> <p>Persons bringing motorized vehicles past this point require prior authorization under the <i>Public Lands Act</i> and regulations.</p> <p>Persons using this road do so at their own risk.</p> <p style="text-align: center;">_____</p> <p>BY ORDER of the Alberta Energy Regulator, section 96 of the <i>Public Lands Administration Regulation</i>;</p> <p>The road constructed under License of Occupation No. 770462 is closed for the purpose of public safety.</p> <p>Motorized conveyances, except vehicles specifically authorized in the order, are prohibited past this point.</p> <p>The closure period will continue until the license of occupation is terminated or the order is rescinded.</p> <p>Failure to comply with the order could result in enforcement proceedings or prosecution under the <i>Public Lands Act</i>.</p> <p style="text-align: center;">_____</p> <p>If you want to review a copy of the order, or if you have any questions or concerns contact the license of occupation holder at: _____;</p> <p>or contact the Red Deer Alberta Energy Regulator office at (403)340-5454.</p>
--

TAKE NOTICE that failure to comply with this order may result in any or all of the following:

- enforcement proceedings under the *Public Lands Act*;
- cancellation of LOC 770462;

- prosecution under the *Public Lands Act*;
- civil contempt proceedings.

Dated at the City of Calgary in the Province of Alberta, the 15th day of February 2018.

<original signed by>

Alanda Allum
Director, Oil and Gas, Environment and Operational Performance
Alberta Energy Regulator

In complying with this order, the party or parties named must obtain all approvals necessary, notwithstanding the above requirements.

This order in no way precludes any enforcement actions being taken regarding this matter under the *Public Lands Act* or any other provincial or federal legislation, or by any other regulator with jurisdiction.

All enforcement actions issued by the AER may be subject to a follow-up review to confirm previous commitments have been completed and measures have been implemented, to ensure similar noncompliances are prevented in the future. The AER may request any information that demonstrates steps have been taken to prevent repeat noncompliances from occurring.

Under the *Responsible Energy Development Act*, an eligible person may appeal decisions that meet certain criteria. 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 according to the AER's requirements. You can find filing requirements and forms on the AER website, www.aer.ca, under Applications & Notices: Appeals.