



File: WID#2006
14 February 2005

Mr. Dick Heenan
Drilling Consultant
Paramount Resources Ltd.
4700, 888 – 3rd Street SW
Calgary, AB T2P 5C5

Dear Mr. Heenan:

Approval to Alter Condition of a Well for Paramount West Nogha K-14

Please be advised that your application for an “Approval to Alter Condition of a Well”, pursuant to subsection 19(3) of the *Canada Oil and Gas Production and Conservation Regulations* is approved for the well Paramount West Nogha K-14. Attached please find a signed “Approval to Alter Condition of a Well” form for K-14, of which one copy is to be posted in a conspicuous place at the well site as per the *Canada Oil and Gas Drilling Regulations*.

Any changes or deviation from the program will require the additional specific approval of the Chief Conservation Officer. Please be reminded that all oil and gas activities are, at minimum, to meet the requirements of the *Canada Oil and Gas Production and Conservation Regulations*, the *Oil and Gas Occupational Safety and Health Regulations* and the *Canada Labour Code, Part II*. Conditions of approval are attached. If you have any questions, please do not hesitate to contact Chris Knoechel at 299-3866.

Yours truly,

A handwritten signature in black ink, appearing to read "T. M. Baker".

T. M. Baker
Chief Conservation Officer

Attachment

c.c. M. Fortier - DIAND

444 Seventh Avenue SW
Calgary, Alberta T2P 0X8

444, Septième Avenue S -O
Calgary (Alberta) T2P 0X8

Canada

Telephone/Téléphone (403) 292-4800
Facsimile/Télécopieur (403) 292-5503
<http://www.neb-one.gc.ca>

Attachment
Approval to Alter Condition of a Well for
Paramount West Nogha K-14

1. Daily reports are to be faxed by 8:30 am to the attention of the Chief Conservation Officer (fax number (403) 292-5876). Please contact Lori Ann Sharp (phone number (403) 299-1994) or Trena Barnes (phone number (403) 299-3192) should there be any difficulty in delivery of the daily reports.
2. Please provide immediate copies of any log run as well as two copies of all final prints and digital files in LASII format of all logs run. Please ensure compact discs are maximized.
3. Well suspension operations are required to meet the requirements of the *Canada Oil and Gas Drilling Regulations*. Upon program termination and well suspension/abandonment a "Well Termination Record" is required to be submitted and a wellbore schematic is to be included.
4. A copy of the *Canada Oil and Gas Drilling Regulations* as well as the *Oil and Gas Occupational Safety and Health Regulations* are to be kept at the well site and available on request by any person at the well site (section 102 of the *Canada Oil and Gas Drilling Regulations* and paragraph 125.(1)(e) of the *Canada Labour Code, Part II*, respectively).
5. Paramount shall implement or cause to be implemented all of the policies, practices, mitigative measures, recommendations and procedures for the protection of the environment referred to in its application.
6. Within 30 days of the completion the well Paramount shall file with the Chief Conservation Officer a confirmation, by an officer of the company, that the approved Project was completed in compliance with all applicable conditions in the Approval to Alter Condition of a Well. If compliance with any of these conditions cannot be confirmed, the officer of the company shall file with the Chief Conservation Officer details as to why compliance cannot be confirmed.
7. Paramount shall meet the Guideline for Ambient Air Quality Standards in the Northwest Territories when conducting flaring associated with the stimulation program.