



Well file

File: WID# 2051, 2052
16 January 2008

Mr. Kim Richardson
Drilling Superintendent
Husky Oil Operations Ltd.
Box 6525, Station D
707 – 8th Avenue SW
Calgary, AB T2P 3G7
Facsimile (403) 298-6378

Dear Mr. Richardson:

Approval to Drill a Well for Husky et al Dahadinni B-20 & Husky et al Keele River L-52

The application for an Authority to Drill a Well, pursuant to section 83 of the *Canada Oil and Gas Drilling Regulations*, is approved for Husky et al Dahadinni B-20 and Husky et al Keele River L-52.

Husky Oil Operations Limited is given waiver of paragraphs 70(1)(b) and 60(7)(e) for B-20 and L-52, respectively, of the *Canada Oil and Gas Drilling Regulations* for the proposed casing and testing programs. Attached please find the Authority to Drill a Well forms which are to be posted in a conspicuous place on location during oil and gas operations.

Any changes or deviation from the approved programs 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 Drilling 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 the undersigned at 299-2792.

Yours truly,

A handwritten signature in black ink, appearing to read "B. C. Dixit".

Bharat C. Dixit
Chief Conservation Officer

cc: G. Morrell – INAC

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>
Telephone/Téléphone : 1-800-899-1265
Facsimile/Télécopieur : 1-877-288-8803

Attachment
Approval to Drill a Well for
Husky et al Dahadinni B-20
Husky et al Keele River L-52

1. The Approval to Drill a Well form is to be displayed at a prominent place on the drill site as per section 103 of the *Canada Oil and Gas Drilling Regulations*. Also, copies 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 drill site and available on request by any person on the drill site (section 102 of the *Canada Oil and Gas Drilling Regulations* and paragraph 125.(1)(e) of the *Canada Labour Code, Part II*, respectively).
2. Well suspension or abandonment operations are required to meet the requirements of the *Canada Oil and Gas Drilling Regulations*. Upon program termination a “Well Termination Record” is required to be submitted complete with a wellbore schematic.
3. Geological reports (including descriptions, strip logs and gas detection readings) and drilling reports are to be emailed to dailyreports@neb-one.gc.ca or faxed daily by 8:30 am to the attention of the Chief Conservation Officer (fax number 403-292-5876). Please contact Lori-Ann Sharp 403-299-1994 should there be any difficulty in delivery of the daily drilling reports.
4. Please submit 2 paper copies of final log prints and all digital log files in LASII format on compact disc. Please ensure compact discs are maximized and submitted with the final well report.
5. Additional information to be filed with the Chief Conservation Officer includes a description of drill chip samples, core, fluid samples and DST results. Analyses performed on any and all core, pressure data and temperature data are to be submitted.
6. Please include a final well survey signed by a Canada Land Surveyor in the final well report.
7. Husky 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 and subsequent submissions.
8. Husky shall, within 30 days of the completion of the drilling program, 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 each Approval to Drill 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.
9. Husky shall meet the Guideline for Ambient Air Quality Standards in the Northwest Territories when conducting any flaring associated with the drilling program.
10. Husky shall submit a report of its summer site inspection prior to September 31, 2008.