



JAN 14 2011

APPROVAL TO DRILL A WELL

APPLICATION

This application is submitted under Section 10 of the *Canada Oil and Gas Drilling and Production Regulations* (SOR/2009-0315). When granted under Section 13 of the Regulations, this form is the requisite approval for the commencement of well operations. An approved copy of this notice is to be posted at each drill site.

Well Name	Para et al Cameron 2H-03	Operator	Paramount Resources Ltd.
Well Type	Development Well	If Other Type, please specify	
NEB Operating Licence No.	1221	Operations Authorization No.	
Drilling Rig or Unit	Nabors #24	Contractor	Nabors Drilling Canada
Licence No.	Production Licence 017	Estimated Well Cost	\$2,535,440.00
Station Keeping	Not Applicable	Land Structure	Conventional Land
Land Use Permit No.	MV2010A0049	Issued by:	Mackenzie Valley Land and Water Board
Water Licence No.	MV2010L1-0011	Issued by:	Mackenzie Valley Land and Water Board
Location	Unit 2H	Section 03	Grid 60 10 117 30
Coordinates (NAD 27)	Surface	Lat 60 ° 02 ' 20.4 "	Long 117 ° 30 ' 6.3 "
	Bottom Hole	Lat 60 ° 01 ' 40.6 "	Long 117 ° 30 ' 5.7 "
Region	NWT Mainland		
Target Formation	Sulphur Point	Field/Pool	Cameron Hills /
Well Path	Horizontal	Discovery Well	A-05
Elevation KB/RT	774.98 m	Ground Level / Seafloor	770.18 m
Approximate Spud Date	January 12, 2011	Est. Days on Location	19 days
Anticipated Total Depth	2358 m KB		

EVALUATION PROGRAM

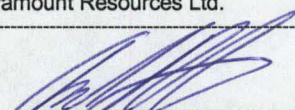
Sample Type	Top to Bottom Interval (m KB)	Sample Interval (m)	Comments
Drill Cuttings	1275-2358	5.0	Expect lost returns from 500 - 700 mKB, so possibility of no sample
Logs and Tests	360-1505	Other	We have applied for a logging waiver on this well as logs exist from the original H-03
Select	-	Select	
Select	-	Select	
Select	-	Select	

CASING PROGRAM

O.D. (mm)	Weight (kg/m)	Grade	Setting Depth (m KB)
244.5	48.1	H-40	0 - 360
177.8	34.3	L-80	0 - 1505
114.3	17.3	L-80	1350 - 2358

Additional Information

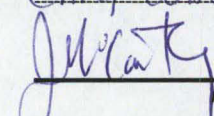
"I certify that the information provided on this form is true and correct"

Name	Andre Poitras	Telephone	(403) 206-3895 Ext
Job Designation	Drilling and Completions Manager	E-Mail	andre.poitras@paramountres.com
Operator	Paramount Resources Ltd.		
Signature		Date	January 4, 2011
	Responsible Officer of Company		

NATIONAL ENERGY BOARD APPROVAL

(Board Use Only)

This well approval is granted under section 13 of the *Canada Oil and Gas Drilling and Production Regulations* (SOR/2009-0315) and is subject to the terms and conditions attached to this approval and Operations Authorization No. OA-1221-002.

Job Designation	Chief Conservation Officer	Well Identifier	2073	Unique Well Identifier	302H036010117300
Signature		Date	14 January 2011		
	NEB Authority				