



Manitoba
Mineral Resources

Petroleum Branch

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www.gov.mb.ca

January 6, 2016

Glenn Ross
Tundra Oil & Gas Partnership
1700- One Lombard Place
Winnipeg, MB R3B 0X3

Dear Glenn,

RE: Daly Unit No. 12 Project Approval

The Petroleum Branch is pleased to grant approval of Daly Unit No.12 covering the following LSDs and sections in Daly Sinclair field, WPM:

1. S/2 & NE/4 of Section 3-10-28
2. S/2 & NE/4 of Section 33-9-28
3. LSDs 4, 5, 10-16 of Section 34-9-28
4. LSDs 9, 16 of Section 29-9-28
5. N/2 of Section 28-9-28
6. LSDs 1-6, 12, 13 of Section 27-9-28
7. S/2, NW/4 of Section 26-9-28
8. LSDs 4, 5 of Section 25-9-28

The effective date for Daly Unit No. 12 is January 1, 2016.

The execution pages of the Unit Agreement are signed and attached.

Tundra is reminded that there is no approval yet to start water injection and separate conversion applications are required for any existing horizontals to be converted into injectors within this new Unit. Please inform the Branch 1(one) month in advance of when Tundra wants to start injection so a Waterflood Order can be created and TTEF calculated, etc.

If you have any questions in respect of the applications required please contact Leo Leonen, Engineering Officer, at (204) 945-6570.

Yours truly,

A handwritten signature in black ink, appearing to read "Keith Lowdon", is written over a faint, larger signature.

Keith Lowdon
Director

Cc: Engineering, Virden