



Mineral Resources

Petroleum Branch
360-1395 Ellice Ave , Winnipeg, Manitoba, Canada R3G 3P2
T 204-945-6577 F 204-945-0586
www.manitoba.ca

March 27, 2014

Jennifer Perry, P. Eng.
Legacy Oil + Gas Inc.
4400, 525 8th Avenue SW
Calgary, Alberta
T2P 1G1

Dear Jennifer,

RE: North Pierson Unit No. 2 Project Approval

The Petroleum Branch is pleased to grant approval of North Pierson Unit No. 2 covering the South half-section of 8-2-28WPM in the Pierson field. The effective date for North Pierson Unit No. 2 will be April 01, 2014.

Legacy 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 Legacy 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 at (204) 945-6570.

Yours truly,

Keith Lowdon
Director

Cc: Engineering, Virden