Rep: OEB Doc: 11KX6 Rev: 0

EBRM 97

JUL 24 1989	2
Ms. Stephanie J. Wychowanec Chairman Ontario Energy Board P.O. Box 2319 2300 Yonge Street Suite 2601 Toronto, Ontario M4P 1E4	3
Dear Madam Chairman:	4
SUBJECT: Reference to the Board for a Hearing - Farmers 7, Romney 2-14-III Well Application	5
Thank you for your letter of June 14, 1989 regarding the outcome of the E.B.O. 159 hearing and the impact of this decision upon our recent reference of the drilling application for the Farmers 7, Romney 2-14-III well. Consumers' Gas has been granted a well permit in the subject spacing unit and Farmers Oil & Gas Inc. has been informed that its well application will not be processed. Therefore, please consider the above-noted reference for a hearing to be withdrawn.	6
The Board's assistance in this matter is appreciated.	7
Yours sincerely,	8
<signed> Vincent G. Kerrio Minister</signed>	9
Was Page 0. See Image [OEB:11KX:	5-0:2] 10
EBRM 97	11
June 14, 1989	
Honourable Vincent G. Kerrio Minister of Natural Resources 99 Wellesley Street West 6th Floor, Room 6323 Toronto, Ontario M7A 1W3	12
Dear Mr. Minister:	13
Further to your letter of reference of April 26, 1989 directing the Board to consider an application by Farmers Oil and Gas Inc. for a drilling permit to drill within a spacing unit established by Ontario Regulation 55/89, I am writing to advise you that today the Board has released it's Decision and Order concerning the compulsory pooling application respecting the said spacing unit, submitted by the Consumers Gas Company Limited and it's partners, Pembina Exploration Limited and Devran Petroleum Limited.	14

The Board has ordered the compulsory pooling of the interests of Consumers Gas and Farmers within the subject spacing unit, and the Board has designated Consumers Gas, on behalf of the applicants, as operator of the unit for the purpose of drilling and operating a well. In view of this Decision, I respectfully submit that the drilling permit in question should be issued to Consumers Gas, upon application, and not Farmers Oil and Gas Inc.

Yours truly,	
<signed> S.J. Wychowanec, Q.C. Chairman</signed>	17
c.c. Dr. P. Palonen, MNR Mr. R. Pichette, MNR	18
Enclosure	19
CJM/cjm	20
Was Page 0. See Image [OEB:11KX5 EBRM 97	-0:3] 21
APR 26 1989	22
Ontario Energy Board P.O. Box 2319 2300 Yonge Street Suite 2601 Toronto, Ontario M4P 1E4	23
Attention: Stephanie Wychowanec, Chairman	24
Dear Miss Wychowanec:	25
SUBJECT: Well Application Reference to the Board & E.B.O. 159	26
In accordance with Section 13(1) of the Petroleum Resources Act, R.S.O. 1980, the enclosed application by Farmers Oil & Gas Inc. to drill the well designated as Farmers 7, Romney 2-14-III, is hereby referred to the Ontario Energy Board for a hearing.	27
The proposed well is located within a spacing unit, established by Ontario Regulation 55/89, which is subject to a compulsory pooling application by Consumers Gas currently before the Board (E.B.O. 159). Regulation 55/89 prohibits the drilling of more than one well per spacing unit, but there are now two competing working interests desiring to drill a well in the unit. Therefore, I request that the Board, as part	28

of its decision in E.B.O. 159, designate an operator for the subject spacing unit and report back to the Minister of Natural Resources in order that a well permit may be issued to the appropriate operator.

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Yours sincerely,		29
<signed> Vincent G. Kerrio Minis</signed>	ter	30
Enclosures		31
FORM 105		Was Page 0. See Image [OEB:11KX5-0:4] 32
THE PETROLEUM RESOURCE	S ACT, 1971	33
Application for a Permit to Bore, I	Drill or Deepen a Well	34
To: The Minister of Natural Resou	rces:	35
č i ii	or a permit to bore, drill or deepen a ations thereunder and submits the fo	³⁶ a well under The Petroleum ollowing information, together with
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	1.	WELL NAME	Farmers 7 Romney 2-14-III
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2.	Name of Applicant	Farmers Oil & Gas Inc.	

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Address RR #1 Wheatley, Ontario N0P 2P0 M5C 1K6

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3.	Location of proposed well	Kent County (County or District)	

Romney Township (Township)

(a) Land (1)

Tract No. 2 Lot No. 14 Concession No. III

(b) Lake Block No. Tract No.

4.

Co-ordinates - South 107 00 m south West 412 00 m west

46 5. Ground Elevation(1) 187.7 m 47 6. Name of land owner Arnold L. & Iva B. Metcalfe and Linda D. Armstrong 48 Address R.R. #2, Wheatley, Ont. NOP 2P0 / 28 Vanier Dr. Tilbury, Ont. NOP 2L0 49 Part of lot owned NE3/4 of NW« hectares 5.05 (attached sheet) telephone number (519) 825-4329 50 7. Name of Drilling contractor Eagle Drilling Services Inc. 51 Address RR #4 Dresden, Ont. NOP 1M0 52 8. Proposed starting date April 20, 1989 53 9. Proposed depth of well 1130 m Formation at total depth Precambrian 54 10. Proposed casing and cementing program. 55 Casing Size Weight Grade New or Used Estimated Depth How to be Set 56 Cement to surface 240 mm 54 kg/m K-55 New 340 mm 81 kg/m K-55 New 75 m 385 m Cement to surface 178 mm 30 kg/m K-55 New Cement to surface 825 m 57 11. Blowout prevention equipment Hydrill GK 330 mm annular preventer, 20.6 Mpa for 311 mm hole Shaffer 254 mm, 20.6 Mpa double gate rams. Regan 254 mm, 20.6 Mpa annular preventer drilling in lubricator. 58 12. Type of Security: () Negotiable () Non-Negotiable (X) Cash () Letter of Credit A795174 89/04/18

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13. Remarks Cement 178 mm casing two metres into the top of the Trenton \$500.00 Tail in with cable tool (see attached sheet) 60 The undersigned operator certifies that he has the right to bore or drill a well in the above location, and is in compliance with the Act and regulations. 61 <signed> 62 RR #1 Wheatley, Ontario NOP 2P0 63 Date April 18, 1989 64 42ø 08' 3" 82ø 25' 49" 65 (1)NOTE:- Where the application is in respect of a well on land it shall be accompanied by a scaled plan certified by an Ontario Land Surveyor or other person designated by the Minister showing: (a) exact co-ordinates of the well from two intersecting sides of the lot; (b) the elevation above sea level of the well site, including the datum from which it is derived; (c) where the tract and spacing unit are within a township lot, the position of the tract and spacing unit within the lot; and (d) such further information as the Minister may require. Was Page 0. See Image [OEB:11KX5-0:5] 66 FORM 105 continued 67 Cable Tool Contractor: Southwest Well Servicing Limited P.O. Box 1027 Dresden, Ontario NOP 1M0 68 Blowout prevention equipment: Shaffer 178 mm, 20.6 Mpa double gate rams Regan Taurus 178 mm annular preventer, 20.6 Mpa (double bag) for 159 mm hole, 178 mm lubricator 69 Additional Land Owners: William H. & Audrey E. Shanks SW« of NW« (Roll 2-237) RR # 1 Lot 14 Conc. III Romney Twp. Wheatley, Ontario NOP 2P0 5.05 Hectares 70 Mabel A. Jacobs SW« of SE« (Roll 2-272) RR # 2 Lot 14 Conc. IV Romney Twp. Wheatley, Ontario NOP 2P0 10.1 Hectares Was Page 0. See Image [OEB:11KX5-0:6] 71

PROPOSED WELL SITE PART LOT 14 CONCESSION III ROMNEY

MAP - PLAN OF PROPOSED WELL SITE SHOWING PART OF LOT 14 CONCESSION III TOWNSHIP OF ROMNEY COUNTY OF KENT