



SUITE 1000 / 700 - 9th AVENUE S.W. / CALGARY, ALBERTA, CANADA T2P 3V4

(403) 281-1200  
FAX (403) 288-5987

VIA FACSIMILE 867.598.2325  
2437 13 P1

January 28, 2005

**Sahtu Land & Water Board**

Box 1

Fort Good Hope, NT

XOE 0H0

**Attention: Patrick Clancy**

**Re: Apache Canada Ltd. - Nogha/Tunago Settlement Lands 2003/2004 Drilling Program  
Water Licence S03L1-016**

On behalf of Apache Canada Ltd. (Apache), please consider the following information in response to the Violation of Terms and Conditions. For ease of review, the response has been presented in the same order as the Sahtu Land and Water Board letter dated January 12, 2005.

*Part B: General Conditions, Sub-part 2, (b): The Annual Report only reported the annual quantities of waste deposited, but neglected to comment on monthly deposits of waste.*

Approximately 60m<sup>3</sup> of waste was discharged into the sump in March and 20m<sup>3</sup> of waste was discharged in April for the K-14 wellsite. The B-23 sump was completely excavated due to an unauthorized discharge and the contents removed and trucked to Alberta for disposal. Therefore, monthly waste deposits are not applicable.

*Part B: General Conditions, Sub-part 2, (b): The volume of waste deposited in the K-14 sump is listed as a total volume of 228m<sup>3</sup>, however, the Notification of Drill Waste Disposal Form dated April 25, 2004 indicated that only 80m<sup>3</sup> was to be mix-buried-covered. Please explain why 2.85 times more waste was deposited than indicated on the Drill Waste Disposal Form.*

The results submitted were derived from an e-mail dated August 25, 2004 which listed the sump volumes for the wells (see attached). However, these volumes were the facility disposal quantities for CCS in Rainbow Lake. NESL recently received the original e-mail which clearly indicates the communication error (see attached). The actual disposal quantity for the sump was 80m<sup>3</sup>, as indicated in the Notification of Drill Waste Disposal Form.

*Part B: General Conditions, Sub-part 2 (f): The discharge of Distillate 822 or contaminants into the B-23 sump is considered to be an unauthorized discharge. Please include details of this discharge in this part of the Annual Report.*

Details of the discharge of contaminants into the B-23 sump have been included in the unauthorized discharge portion of the Annual Report (see attached).

Sahtu Land & Water Board  
Patrick Clancy  
January 28, 2005

Nogha/Tunago Settlement Lands 2003/2004 Drilling Program Annual Report  
Apache Canada Ltd. - Water Licence S03L1-016  
Page 2 of 2

*Part D: Conditions Applying to Waste Disposal, Sub-Part 1: This part requires the submission of a Waste Management Plan three days prior to spudding a well. The plan has not been received to date. This must be submitted immediately and must include the results of baseline soil sampling as set out in Part E: Sub-part 10 of the licence.*

The Waste Management Plans for K-14 and B-23 and the baseline soil sampling results for B-23 have been attached. However, Apache did not collect a baseline soil sample of the K-14 drill pad. As an alternative, it is proposed that a control sample be taken 50 metres upslope of the K-14 wellsite in comparable terrain, as well as a sample from the wellsite. Samples will be collected under thawed ground conditions and results will be submitted within 48 hours of receipt, or as directed by the SLWB.

*Part E: Conditions Applying to Abandonment and Restoration, Sub-parts 2 to 5. The report detailing the results of the required Annual Summer Inspection have not been received to date. As per Part B: General Conditions, Sub-part 8, the report is due 30 days after the inspection is completed. This information is required immediately.*

Annual Summer Inspections of the K-14 and B-23 wellsites and their associated sumps were not conducted. Apache will conduct Annual Summer Inspections and submit a report detailing the inspections within 30 days of the inspection dates for the following 4 years.

*Part E: Conditions Applying to Abandonment and Restoration, Sub-Part 9: The required Baseline Soil Sampling has not been received to date and is required as baseline environmental information. This information is required immediately.*

The baseline soil sample for the B-23 wellsite is attached, however Apache did not collect a baseline soil sample of the K-14 drill pad. Please see the above response regarding the waste management plan and the recommended alternative.

If you have any questions, please contact the undersigned at (403) 303-1826, FAX at 403.261.1208 or by email (david.calvert@apachecorp.com).

Sincerely,  
APACHE CANADA LTD.



David Calvert  
Senior Advisor, Surface Land  
Regulatory, Aboriginal & Community Affairs

Attach.

cc: Margot Ferguson, Manager, Calgary Office  
Northern EnviroSearch Ltd.



SUITE 1000 / 700 - 9th AVENUE S.W. / CALGARY, ALBERTA, CANADA T2P 3V4

(403) 261-1200  
FAX (403) 268-5987

VIA FACSIMILE 867.598.2325

January 28, 2005

**Sahtu Land & Water Board**  
Box 1  
Fort Good Hope, NT  
X0E 0H0

**Attention: Patrick Clancy**

**Re: Apache Canada Ltd. - Nogha/Tunago Settlement Lands 2003/2004 Drilling Program  
Water Licence S03L1-016 Annual Report Update**

On behalf of Apache Canada Ltd. (Apache), please consider the following additional information supporting Apache's Annual Report submitted on October 15, 2004. For ease of review, the response has been presented with the same lettering format as the original annual report.

*b) The monthly and annual quantities (m<sup>3</sup>) of each and all wastes discharged:*

Approximately 60m<sup>3</sup> of waste was discharged into the sump in March and 20m<sup>3</sup> of waste was discharged in April for the K-14 wellsite. The B-23 sump was completely excavated due to an unauthorized discharge and the contents removed and trucked to Alberta for disposal. Therefore, monthly waste deposits are not applicable. The walls of the sump were sampled and analyzed to ensure no contamination remained and the sump was backfilled (see attached results).

*f) List of unauthorized discharges:*

One diesel discharge of 180L occurred along the Norman Wells to Ford Good Hope winter road (approximately N66°00'037" W128°19'407") and was contained in snow/ice. The spill was reported and the location was cleaned up with the contaminated snow/ice being trucked out and disposed of by Imperial Oil.

An unauthorized discharge of distillate-based drilling waste to the B-23 sump resulted in the sump being excavated and all materials taken to Rainbow Lake in Alberta for final disposal. The walls of the sump were sampled and analyzed to ensure no contamination remained and the sump was backfilled.

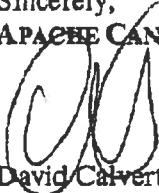
I trust this meets the information requirements for the annual report under Water Licence S03L1-016. If you have any questions, please contact the undersigned at (403) 303-1826 or by email (david.calvert@apachecorp.com).

**SAHTU Land & Water Board**  
Patrick Clancy  
January 28, 2005

**Nogha/Tunago Settlement Lands 2003/2004 Drilling Program Annual Report**  
**Apache Canada Ltd. - Water Licence S03L1-016**  
Page 2 of 2

---

Sincerely,  
**APACHE CANADA LTD.**



David Calvert  
Senior Advisor, Surface Land  
Regulatory, Aboriginal & Community Affairs

Attach.

cc: Margot Ferguson, Manager, Calgary Operations  
Northern EnviroSearch Ltd.



**NOTIFICATION OF DRILLING WASTE DISPOSAL**

The licensee certifies that the information on this form is correct and is submitted to the appropriate regulatory agency 48 hours prior to drilling waste disposal.

DAY/MONTH/YEAR: 25 04 2004 YOUR FILE NUMBER: West Noaga K-14

**1. APPROPRIATE REGULATORY OFFICE**

Appropriate regulatory office: Saskatchewan Land and Water Board Fax: (867) 598-2325  
 Second regulatory office (if applicable): INAC Fax: ( )

**2. WELL INFORMATION**

Well licensee: Apache Canada Ltd.  
 Surface location: \_\_\_\_\_ Well authorization/license number: \_\_\_\_\_  
 Unique well identifier: \_\_\_\_\_ MSL or OGC number (if applicable): \_\_\_\_\_  
 Sump location or storage location: 1. Same as surface location for: \_\_\_\_\_  
2. Same as surface location for: \_\_\_\_\_  
 Mud type: Gel chem  
 Date of Sampling: DAY/MONTH/YEAR Proposed Date of disposal (48 hours notice is required) DAY/MONTH/YEAR 27 04 2004  
 Lab Name: Envirotest Laboratories Lab Work Order: L159838  
 Operator/company contact Name: John Lairlaw Phone: (403) 261-1284  
 Company Name: Apache Canada Ltd. Mobile: (403) 862-1845 Fax: (403) 261-1349  
 Sampling company Name: Colin Jardine Phone: (403) 274-8878  
 Company Name: Nordican Project Resources Ltd. Mobile: (403) 828-3390 Fax: (403) 274-7180

If drilling sump wastes are to be disposed by land treatment or alternate disposal methods, attach the required documentation and provide a summary in the comments section on page 2 of this form.

3. ON-SITE DISPOSAL				4. OFF-SITE DISPOSAL																																	
Fluids: _____ m <sup>3</sup>	Solids: _____ m <sup>3</sup>	Total Waste: <u>80</u> m <sup>3</sup>	Soil texture: <u>Silty clay</u>	Fluids: _____ m <sup>3</sup>	Solids: _____ m <sup>3</sup>	Total Waste: _____ m <sup>3</sup>	Soil texture: _____																														
<p><b>LANDSPREADING</b> <input type="checkbox"/></p> Application thickness: _____ cm Incorporation depth: _____ cm Receiving Soil EC: _____ dS/m Receiving Soil SAR: _____ <table border="1"> <tr> <th>Minimum area ha</th> <th>Max application rate m<sup>3</sup>/ha</th> <th>Max. amount added kg/ha</th> </tr> <tr> <td>Chloride _____</td> <td>_____</td> <td>_____</td> </tr> <tr> <td>Sodium _____</td> <td>_____</td> <td>_____</td> </tr> <tr> <td>Nitrogen _____</td> <td>_____</td> <td>_____</td> </tr> <tr> <td>TDS _____</td> <td>_____</td> <td>_____</td> </tr> </table> Toxicity pass: _____ Predicted oil content after mix: _____ % Proposed application rate: _____ m <sup>3</sup> /ha Proposed area used for disposal: _____ ha				Minimum area ha	Max application rate m <sup>3</sup> /ha	Max. amount added kg/ha	Chloride _____	_____	_____	Sodium _____	_____	_____	Nitrogen _____	_____	_____	TDS _____	_____	_____	<p><b>LANDSPRAYING</b> <input type="checkbox"/> <b>PUMPOFF</b> <input type="checkbox"/> <b>LWD</b> <input type="checkbox"/></p> Application thickness: _____ cm Incorporation depth: _____ cm (if applicable) Receiving soil EC: _____ dS/m Receiving soil SAR: _____ <table border="1"> <tr> <th>Minimum area ha</th> <th>Max. application rate m<sup>3</sup>/ha</th> <th>Max. amount added kg/ha</th> </tr> <tr> <td>Chloride _____</td> <td>_____</td> <td>_____</td> </tr> <tr> <td>Sodium _____</td> <td>_____</td> <td>_____</td> </tr> <tr> <td>Nitrogen _____</td> <td>_____</td> <td>_____</td> </tr> <tr> <td>TDS _____</td> <td>_____</td> <td>_____</td> </tr> </table> Solids Loading Rate: _____ t/ha Toxicity pass: _____ Predicted oil content after mix: _____ % Proposed application rate: _____ m <sup>3</sup> /ha Proposed area used for disposal: _____ ha				Minimum area ha	Max. application rate m <sup>3</sup> /ha	Max. amount added kg/ha	Chloride _____	_____	_____	Sodium _____	_____	_____	Nitrogen _____	_____	_____	TDS _____	_____	_____
Minimum area ha	Max application rate m <sup>3</sup> /ha	Max. amount added kg/ha																																			
Chloride _____	_____	_____																																			
Sodium _____	_____	_____																																			
Nitrogen _____	_____	_____																																			
TDS _____	_____	_____																																			
Minimum area ha	Max. application rate m <sup>3</sup> /ha	Max. amount added kg/ha																																			
Chloride _____	_____	_____																																			
Sodium _____	_____	_____																																			
Nitrogen _____	_____	_____																																			
TDS _____	_____	_____																																			
<p><b>MIX-BURY-COVER</b> <input checked="" type="checkbox"/></p> Established water table depth: <u>5</u> m Intended mix ratio: <u>3:1</u> Volume to be disposed: <u>80</u> m <sup>3</sup> Has site been used before? <u>No</u> Toxicity pass: <u>Yes</u> Post disposal values Chloride <u>82.91</u> mg/kg Oil <u>0.01</u> % Total mass chloride: <u>80.20</u> kg Total mass nitrogen: <u>0.08</u> kg				Land owner: _____ Phone: _____ Date of consent: _____ Landowner consent is required if the disposal is off site.																																	
Horizontal Oil Well? <u>No</u> Hydrocarbons Added? <u>No</u> Salt Zone Encountered? <u>No</u> Nitrogen > 400 kg added? <u>No</u> If you answered YES to any one of the above questions, please give details in the comments section on page 2.																																					

WELL LICENCE No. \_\_\_\_\_  
 YOUR FILE NUMBER West Nodda K-14

**NOTIFICATION OF DRILLING WASTE DISPOSAL**  
 Unique well ID \_\_\_\_\_

As received sample	As received sample	As received sample	As received sample
SG _____	SG _____	pH _____	Soil density _____ kg/m <sup>3</sup>
Mud density <u>2030.00</u> kg/m <sup>3</sup>	Mud density _____ kg/m <sup>3</sup>	EC _____ dS/m	Oil content _____ % dry wt
DBD <u>1654.24</u> kg/m <sup>3</sup>	DBD _____ kg/m <sup>3</sup>	TDS _____ mg/L	Saturated paste extract
Oil content <u>0.06</u> % dry wt	Oil content _____ % dry wt	Chloride _____ mg/L	pH _____
Phl <u>0.38</u>	Saturated paste	Sodium _____ mg/L	EC _____ dS/m
As received filtrate	SG _____	Nitrogen _____ mg/L	Chloride _____ mg/L
pH _____	Phl _____	Calcium _____ mg/L	Sodium _____ mg/L
EC _____ dS/m	Saturated paste extract	Magnesium _____ mg/L	Nitrogen _____ mg/L
TDS <u>10430.00</u> mg/L	pH _____ dS/m	SAR _____ mg/L	Calcium _____ mg/L
Chloride <u>1670.00</u> mg/L	EC _____ mg/L	Hydro-carbon, dia _____	Magnesium _____ mg/L
Sodium <u>1440.00</u> mg/L	TDS _____ mg/L		SAR _____
Nitrogen <u>2.80</u> mg/L	Chloride _____ mg/L		
Calcium <u>1320.00</u> mg/L	Sodium _____ mg/L		
Magnesium <u>0.10</u> mg/L	Nitrogen _____ mg/L		
SAR <u>10.91</u>	Calcium _____ mg/L		
	Magnesium _____ mg/L		
	SAR _____		

Analysis threshold kg	Conc of analyte mg/kg	Minimum area ha	Application rate m <sup>3</sup> /ha	Loading rate kg/ha	Max. load rate kg/ha	Total mass kg	Max. appl. quantity kg
B 2.5	0.20				5	0.03	10
Cd 0.75	0.50				1.5	0.07	3
Cr 50	12.40				100	1.84	200
Cu 100	14.00				200	1.85	400
Pb 50	5.00				100	0.88	200
Ni 12.5	8.00				25	1.08	50
V 50	7.00				100	0.93	200
Zn 150	10.00				300	1.32	600

EC50 (15) original %	EC50 (15) chemical %	Notes

Analysis threshold kg	Conc of analyte mg/kg	Minimum area ha	Application rate m <sup>3</sup> /ha	Loading rate kg/ha	Max. load rate kg/ha	Total mass kg	Max. appl. quantity kg
B 2.5	0.20				5	0.03	10
Cd 0.75	0.50				1.5	0.07	3
Cr 50	12.40				100	1.84	200
Cu 100	14.00				200	1.85	400
Pb 50	5.00				100	0.88	200
Ni 12.5	8.00				25	1.08	50
V 50	7.00				100	0.93	200
Zn 150	10.00				300	1.32	600

These element analysis is only required if the amount of trace elements added to the mud exceeds the threshold.

Electrical Conductivity (dS/m)	Sodium Adsorption Ratio	Mix ratio:	Mix ratio:	Mix ratio:

Section	Township	Range	Meridian
North-east corner	0 m South	0 m West	0 m West
South-west corner	0 m South	0 m West	0 m West

**COMMENTS**

Additional comments, disposal/treatment plan details, or site maps may be added on a separate page.

**Multiple Wells Location**

**Locations**      **Licence/Well Authorization Number**      **MSL/OGC Number**



February 5, 2004

**Waste Management Plan**  
**Apache Paramount Nogha K-14**

Licencee: Apache Canada Ltd.  
Licence Number: S03L1-016  
Location: West Nogha K-14, Nogha B-23 and North Tunago E-44

**Introduction**

This waste management plan is in response to the "Terms and Conditions" for the Saktu Land and Water Board's Water Licence as outlined in Part D:

**"Part D: Conditions Applying to Waste Disposal**

1. The Licensee shall submit a Waste Management Plan (3) days prior to the spudding of a well. The plan shall be submitted to the Board and the Water Licence inspector and shall address the following: baseline soil sampling results, permafrost zones, permafrost temperatures, and depth of the active layer, specific to the final in-ground sump locations. A detailed description of the drilling muds (including approximate concentration), drilling additives, fluids, storage, processing, transportation, handling, treatment, disposal and waste minimization technologies utilized during operation shall also be included."

**Soils & Permafrost**

Soil samples were taken from the sump. Hydraulic conductivity was 0.000284 cm/s. The texture was sandy clay loam with 22% clay content. The active layer was estimated to be 0.0m to 1.5m.

**Drilling Mud**

Surface hole is to be drilled with fresh water gel chem which will be disposed into a sump adjacent to the location. The drilling plan (from Inteq) follows:

"Plan an effective solids control strategy- The cost of a drilling fluid is directly related to the amount of dilution required. Run the finest screens possible on the shale shakers. Lease clean-ups can be an environmental problem. Minimize waste where possible. If desired, fluid from the conductor section may be used to drill out, then treat for calcium and increase vis with MILGEL as required. If mud rings are encountered, treat with SAPP or drilling detergent as required. If sand/gravel is encountered, raise viscosity with Milgel as required, to clean the hole. If losses occur, raise viscosity with Milgel and slug with sawdust. If losses are severe, raise viscosity and slug with LCM of various sizes and grades. Maintain Sawdust and Primaseal on location."

**MILGEL CHEM**

Density (kg/m <sup>3</sup> )	1050-1060
F.V. (sec/L)	45-50
PV (mPa)	5-12

YP (Pa)	8-16
Gel 10 sec (Pa)	4-8
Gel 10 min (Pa)	5-10
pH	9.5-10
API FL (cc/30min)	<10
Solids (%vol)	2-4

Prior to Mix-Bury-Cover of the drilling sump, a total waste sample will be analyzed for items in the Water Licence listed under PART D, Item 15. The Water Licence Inspector and the Board will be issued laboratory results at least 10 days prior to MBC.

**Main hole** will be drilled utilizing Distillate 822. Prior to use, the distillate is contained in double wall 400 bbl tanks. Cuttings will be mixed with sawdust for stabilization and trucked in covered trailers to a licenced Landfill in Alberta. The drilling plan (from Inteq) follows:

"Mix cuttings with sawdust and store in mixing tank until the end of the well for approved offsite disposal outside of the NWT. DO NOT dispose of any salt and/or invert contaminated cuttings in the sumps – this would be a contravention of the environmental regulations. Drill Shoe and new formation and perform L.O.T. After verifying no losses are occurring, displace to the Distillate 822 invert mud system. Fluid should be displaced to 822 prior to 487m. Pipe slugs and density increases should be obtained by using calcium carbonate. Verify the hole fill is recored for all trips in and out of the hole. Increase funnel viscosity to 80 sec/L and YP to 25 Pa prior to logging."

**Distillate 822 Invert:**

*Maintain MW at 1060 kg/m<sup>3</sup> for 60 kg/m<sup>3</sup> ofr expected formation pressure*

Density (kg/m <sup>3</sup> )	1060
F.V. (sec/L)	45-60
PV (mPa)	12-18
YP (Pa)	10-12
Gel 10 sec (Pa)	2-4
Gel 10 min (Pa)	3-6
ES: @50 °C	>700
HTHP: cc/30min @ 50 °C	<10
Excess Lime (kg/m <sup>3</sup> )	2.85
Solids (%weight)	26

**Distillate 822 Invert System Components**

Distillate 822	IRP 14 – 2002 compliant mineral oil base fluid
Calcium Chloride	Increase Filtrate Activity
CARBO-MUL-HT	Wetting agent/emulsifier
Bentone 150	Viscosifier
Carbo-Tec S	Primary Emulsifier
OMNIPLEX	Polymeric Viscosifier
Calcium Carbonate	Weighting agent and bridging material

John Laidlaw  
Logistics/Construction  
Apache Canada Ltd.  
(403) 261-1264





February 5, 2004

**Waste Management Plan**  
**Apache Paramount Nogha B-23**

Licencee: Apache Canada Ltd.  
Licence Number: S03L1-016  
Location: West Nogha K-14, Nogha B-23 and North Tunago E-44

**Introduction**

This waste management plan is in response to the "Terms and Conditions" for the Sahtu Land and Water Board's Water Licence as outlined in Part D:

**"Part D: Conditions Applying to Waste Disposal**

1. The Licensee shall submit a Waste Management Plan (3) days prior to the spudding of a well. The plan shall be submitted to the Board and the Water Licence inspector and shall address the following: baseline soil sampling results, permafrost zones, permafrost temperatures, and depth of the active layer, specific to the final in-ground sump locations. A detailed description of the drilling muds (including approximate concentration), drilling additives, fluids, storage, processing, transportation, handling, treatment, disposal and waste minimization technologies utilized during operation shall also be included."

**Soils & Permafrost**

Soil samples were taken from the sump. Hydraulic conductivity was 0.0000965 cm/s. Permafrost temperature was measured at -4.5 °C and the active layer was estimated to be 0.0m to 1.5m.

**Drilling Mud**

**Surface hole** is to be drilled with fresh water gel chem which will be disposed into a sump adjacent to the location. The drilling plan (from Inteq) follows:

"Plan an effective solids control strategy- The cost of a drilling fluid is directly related to the amount of dilution required. Run the finest screens possible on the shale shakers. Lease clean-ups can be an environmental problem. Minimize waste where possible. If desired, fluid from the conductor section may be used to drill out, then treat for calcium and increase vis with MILGEL as required. If mud rings are encountered, treat with SAPP or drilling detergent as required. If sand/gravel is encountered, raise viscosity with Milgel as required, to clean the hole. If losses occur, raise viscosity with Milgel and slug with sawdust. If losses are severe, raise viscosity and slug with LCM of various sizes and grades. Maintain Sawdust and Primaseal on location."

**MILGEL CHEM**

Density (kg/m <sup>3</sup> )	1050-1060
F.V. (sec/L)	45-50
PV (mPa)	5-12

YP (Pa)	8-16
Gel 10 sec (Pa)	4-8
Gel 10 min (Pa)	5-10
pH	9.5-10
API FL (cc/30min)	<10
Solids (%vol)	2-4

Prior to Mix-Bury-Cover of the drilling sump, a total waste sample will be analyzed for items in the Water Licence listed under PART D, Item 15. The Water Licence Inspector and the Board will be issued laboratory results at least 10 days prior to MBC.

Main hole will be drilled utilizing Distillate 822. Prior to use, the distillate is contained in double wall 400 bbl tanks. Cuttings will be mixed with sawdust for stabilization and trucked in covered trailers to a licenced Landfill in Alberta. The drilling plan (from Inteq) follows:

"Mix cuttings with sawdust and store in mixing tank until the end of the well for approved offsite disposal outside of the NWT. DO NOT dispose of any salt and/or invert contaminated cuttings in the sumps – this would be a contravention of the environmental regulations. Drill Shoe and new formation and perform L.O.T. After verifying no losses are occurring, displace to the Distillate 822 invert mud system. Fluid should be displaced to 822 prior to 487m. Pipe slugs and density increases should be obtained by using calcium carbonate. Verify the hole fill is recored for all trips in and out of the hole. Increase funnel viscosity to 80 sec/L and YP to 25 Pa prior to logging."

**Distillate 822 Invert:**

*Maintain MW at 1060 kg/m<sup>3</sup> for 60 kg/m<sup>3</sup> ofr expected formation pressure*

Density (kg/m <sup>3</sup> )	1060
F.V. (sec/L)	45-60
PV (mPa)	12-18
YP (Pa)	10-12
Gel 10 sec (Pa)	2-4
Gel 10 min (Pa)	3-6
ES: @50 °C	>700
HTHP: cc/30min @ 50 °C	<10
Excess Lime (kg/m <sup>3</sup> )	2.85
Solids (%weight)	26

**Distillate 822 Invert System Components**

Distillate 822	IRP 14 – 2002 compliant mineral oil base fluid
Calcium Chloride	Increase Filtrate Activity
CARBO-MUL-HT	Wetting agent/emulsifier
Bentone 150	Viscosifier
Carbo-Tec S	Primary Emulsifier
OMNIPLEX	Polymeric Viscosifier
Calcium Carbonate	Weighting agent and bridging material

John Laidlaw  
Logistics/Construction  
Apache Canada Ltd.  
(403) 261-1264

Bob Philips  
Drilling Superintendent  
Apache Canada Ltd  
(403) 261-1316

Message

Page 1 of 1

**Natalie**

**From:** Laidlaw, John [John.Laidlaw@can.apachecorp.com]  
**Sent:** Wednesday, August 25, 2004 2:20 PM  
**To:** nataliea@envirosearch.ca  
**Subject:** ACL Colville Drilling Wastes

Sump volumes for wells:

**B-23**

**314.64 tonnes solids** (drill cuttings and lease soils)  
**332.06 m3 fluids** (drilling fluids and contaminated snowmelt)

**C-34**

**96.98 tonnes solids** (drill cuttings)  
**103.78 m3 fluids** (drilling fluids)

**K-14**

**138.92 tonnes solids** (drill cuttings)  
**143.78 m3 fluids** (drilling fluids)

**C-49**

**308.94 tonnes solids** (lease remediation – contaminated soils)  
**0 m3 fluids**

All generated within Feb-Mar 2004. Disposal dates from Feb-Aug 2004

1/20/2005

**Collin Jardine**

**From:** Colin Jardine [cjardine@nordican.ca]  
**Sent:** Friday, August 13, 2004 10:48 AM  
**To:** 'greg.hladun@apachecorp.com'  
**Cc:** John Laidlaw ACL  
**Subject:** ACL Colville Drilling Wastes

Greg, please note facility disposal quantities for drilling wastes per site as requested:

**B-23**  
**314.64 tonnes solids** (drill cuttings and lease soils)  
**332.08 m3 fluids** (drilling fluids and contaminated snowmelt)

**C-34**  
**86.98 tonnes solids** (drill cuttings)  
**103.78 m3 fluids** (drilling fluids)

**K-14**  
**138.92 tonnes solids** (drill cuttings)  
**143.78 m3 fluids** (drilling fluids)

**C-49**  
**308.94 tonnes solids** (lease remediation – contaminated soils)  
**0 m3 fluids**

All generated within Jan-Mar 2004 Disposal dates from Feb-Aug 2004

Let me know if you need anything else

Colin Jardine  
Nordican Project Resources Inc.  
Phone: (403) 274-9878  
Fax: (403) 274-7160  
Cell: (403) 852-3390  
cjardine@nordican.ca

1/21/2005



**Analytical Report**

Norwest Labs  
 7217 Roper Road  
 Edmonton, AB. T6B 3J4  
 Phone: (780) 438-5522  
 Fax: (780) 438-0398

Bill to: Northern EnviroSearch  
 Report to: Northern EnviroSearch  
 330, 703 - 6 Avenue SW  
 Calgary, AB, Canada  
 T2P 0T9  
 Attn: Bob Raina  
 Sampled By: NA  
 Company: NESL

Project  
 ID: 1778NT04  
 Name: Apache  
 Location: B-23  
 LSD:  
 P.O.: 1778NT04  
 Acct. Code:

NWL Lot ID: 285476  
 Control Number: E 84231  
 Date Received: Jan 29, 2004  
 Date Reported: Feb 04, 2004  
 Report Number: 511497

NWL Number 285476-1  
 Sample Date Jan 26, 2004  
 Sample Description Nogha B-23 / Well Centre  
 Matrix Soil - general

Analyte	Units	Results	Results	Results	Detection Limit
<b>Classification</b>					
Cation Exchange Capacity	meq/100g	24.9			
<b>Salinity</b>					
pH	Saturated Paste pH	7.6			
Electrical Conductivity	Saturated Paste dS/m at 25C	0.50			0.01
SAR	Saturated Paste	0.1			
% Saturation	%	40			
Calcium	Saturated Paste meq/L	3.92			0.01
Calcium	Saturated Paste mg/kg	31.6			
Magnesium	Saturated Paste meq/L	2.39			0.02
Magnesium	Saturated Paste mg/kg	11.7			
Sodium	Saturated Paste meq/L	0.20			0.04
Sodium	Saturated Paste mg/kg	2			
Potassium	Saturated Paste meq/L	0.07			0.03
Potassium	Saturated Paste mg/kg	1			
Chloride	Saturated Paste meq/L	0.19			0.03
Chloride	Saturated Paste mg/kg	3			
Sulphate-S	Saturated Paste meq/L	1.90			0.06
Sulphate-S	Saturated Paste mg/kg	12.2			
TGR	Saturated Paste T/ac	<0.1			
Specific Gravity	Saturated Paste	1.698			
Specific Gravity	As Received	2.163			

NWL Number 285476-1 285476-2  
 Sample Date Jan 26, 2004 Jan 26, 2004  
 Sample Description Nogha B-23 / Well Centre Nogha B-23 / Sump  
 Matrix Soil - general Soil - general

Analyte	Units	Results	Results	Results	Detection Limit
<b>Physical and Aggregate Properties</b>					
Hydraulic Conductivity	cm/hr	-	0.347		
Hydraulic Conductivity	cm/s	-		0.0000965	
% solids	Wet Weight %	85.0		-	0.1

Message

Page 1 of 1

**Natalie**

**From:** Laidlaw, John [John.Laidlaw@can.apachecorp.com]  
**Sent:** Wednesday, August 25, 2004 2:20 PM  
**To:** nataliea@envirosearch.ca  
**Subject:** ACL Colville Drilling Wastes

Sump volumes for wells:

**B-23**

**314.64 tonnes solids** (drill cuttings and lease soils)  
**332.08 m3 fluids** (drilling fluids and contaminated snowmelt)

**C-34**

**96.98 tonnes solids** (drill cuttings)  
**103.78 m3 fluids** (drilling fluids)

**K-14**

**138.92 tonnes solids** (drill cuttings)  
**143.78 m3 fluids** (drilling fluids)

**C-49**

**308.94 tonnes solids** (lease remediation – contaminated soils)  
**0 m3 fluids**

All generated within Feb-Mar 2004. Disposal dates from Feb-Aug 2004

1/20/2005

1

**Colin Jardine**

**From:** Colin Jardine [cjardine@nordican.ca]  
**Sent:** Friday, August 13, 2004 10:46 AM  
**To:** 'greg.hladun@apachecorp.com'  
**Cc:** John Laidlaw ACL  
**Subject:** ACL Colville Drilling Wastes

Greg, please note facility disposal quantities for drilling wastes per site as requested.

**B-23**  
314.64 tonnes solids (drill cuttings and lease soils)  
332.08 m3 fluids (drilling fluids and contaminated snowmelt)

**C-34**  
98.98 tonnes solids (drill cuttings)  
103.78 m3 fluids (drilling fluids)

**K-14**  
138.92 tonnes solids (drill cuttings)  
143.78 m3 fluids (drilling fluids)

**C-49**  
308.94 tonnes solids (lease remediation – contaminated soils)  
0 m3 fluids

All generated within Jan-Mar 2004. Disposal dates from Feb-Aug 2004

Let me know if you need anything else.

Colin Jardine  
Nordican Project Resources Inc.  
Phone: (403) 274-9878  
Fax: (403) 274-7160  
Cell: (403) 852-3390  
cjardine@nordican.ca

1/21/2005