

John Hawkins
Director Asset Management
MGM Energy
SUITE 2800, 421 – 7 AVE SW
CALGARY AB T2P 4K9

November 3, 2025

Dear John Hawkins:

Environmental Liabilities at Nogha B-23 and K-14 Wellsites (OA-2019-002-MGM)

The Office of the Regulator of Oil and Gas Operations (OROGO) has reviewed the update from MGM Energy (MGM) on the Nogha B-23 (WID 1998) and Nogha K-14 (WID 2006) wellsite environmental liabilities submitted on September 30, 2025. The information submitted does not provide sufficient evidence to support closure of these spill files.

OROGO has also reviewed the draft closure and reclamation plan submitted to the Sahtu Land and Water Board (SLWB) on December 2, 2024, under S19L1-003. This submission to the SLWB identifies that further assessment of the area will be conducted after MGM's activities are completed. OROGO understands well abandonment activities will be completed by March 31, 2026, as per condition 7 of OA-2019-002-MGM Variation #1. This commitment is in line with OROGO's Pilot Approach to Post Abandonment Remediation under the *Oil and Gas Operations Act*.

The spills in Table 1 will remain open and require further action.

Table 1: Spills Requiring Further Action

Spill Number	Additional Action Required
2004149	<ul style="list-style-type: none">Conduct an Environmental Site Assessment in line with the OROGO Pilot Approach to Post Abandonment Remediation under the <i>Oil and Gas Operations Act</i>.
2005077	<ul style="list-style-type: none">Conduct an Environmental Site Assessment in line with the OROGO Pilot Approach to Post Abandonment Remediation under the <i>Oil and Gas Operations Act</i>

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OROGO will evaluate the status of these spills once the results of these assessments have been submitted.

Please send any documentation resulting from the above actions to OROGO by email at orogo@gov.nt.ca or through OROGO's secure file transfer site, on or before 4:00 p.m. on September 30, 2026. Should these actions not be completed by that time, MGM will be required to submit rationale and anticipated time frame for work to be completed.

If you are unable to respond within this timeframe or have any questions, please contact OROGO at (867) 767-9097 or by email at: orogo@gov.nt.ca.

Sincerely,



Michael W Martin
Chief Conservation Officer
Chief Safety Officer

- c. Department of Environment and Climate Change – Sahtu Region
Sahtu Land and Water Board