

August 4, 2021

Office of the Regulator of Oil and Gas Operations
P.O. Box 1320
4th Floor Northwest Tower
5201 – 50th Avenue
Yellowknife NT X1A 3S9

**RE: Information Request No. 2: Prairie Provident Resources Canada Ltd.
Proof of Financial Responsibility – Additional Information (OA-2021-001-PPR)**

1.1 Proof of Financial Responsibility

Request: Please provide a description on any potential impacts of the worst case scenario on Indigenous and other land use and an estimate of the amount of loss or damage that would occur.

As presented in previous correspondence, Prairie Provident Resources (PPR) would conduct clean-up operations immediately in the unlikely event of an unmitigated release of well bore fluids and loss or damage associated is estimated as follows;

Service	Units	# Units	Unit Price	Total
Access	Existing		\$ -	\$ -
Camp/Accommodations	Existing		\$ -	\$ -
Hydrovac	2	days	\$ 2,000.00	\$ 4,000.00
Project Management	20	hours	\$ 150.00	\$ 3,000.00
Spill Professional	35	hours	\$ 90.00	\$ 3,150.00
Reporting	10	hours	\$ 90.00	\$ 900.00
Geomatics	5	hours	\$ 80.00	\$ 400.00
Vehicle day rate	3	days	\$ 150.00	\$ 450.00
Mileage	1500	km	\$ 1.00	\$ 1,500.00
Sampling/Laboratory/Environmental Services	10	samples	\$ 450.00	\$ 4,500.00
Removal & Disposal of Contaminated Materials	50	m ³	\$ 350.00	\$ 17,500.00
Subtotal				\$ 35,400.00
Contingency			30%	\$ 10,620.00
Total				\$ 46,020.00

There is a potential impact to Indigenous and other land use in the way of hindered vegetation growth over a small area if the spill is not entirely remediated upon initial response. This impact may not be identified until after the winter work season during which it occurred in which case

we would have to return to the site during the summer months. The additional costs that would be incurred if additional remediation was required are outlined in response 1.2 below.

1.2 Third Party Clean-up Costs

Request: Please provide the following information:

An estimate of the cost to clean-up the worst case scenario that could occur from a spill or debris during the operation which includes the following information on third party costs:

- *Estimate for a third party to construct new access in the event that a spill is found or occurs after the winter work season is completed; and*
- *Camp or accommodation costs to house third party personnel.*

In the unlikely event that a spill was not resolved in a single work season, there is the potential that additional remedial work would be required that would not come to light until after the winter work season. The scope of work required would be minimal as initial response would have targeted complete remediation of the release. The following estimate assumes subsequent remediation activities completed during the summer months. Crews would stage from Fort Liard and access would be via barge and existing road systems.

Service	Total
Access - Hydrovac and Personnel to location via barge (\$5,000/round trip x 4 loads)	\$ 20,000.00
Camp/Accommodations - (\$250/person/day x 10 people x 4 days)	\$ 10,000.00
Third Party Clean-up Response (Previous Estimate)	\$ 46,020.00
Total	\$ 76,020.00

Should you require additional information please contact me at (403) 292-8034 or blikuski@ppr.ca.

Sincerely,

PRAIRIE PROVIDENT RESOURCES CANADA INC.



Brad Likuski
Vice President, Operations