

Indian Oil and Gas Canada
100, 9911 Chiila Boulevard
Tsuu T'ina (Sarcee), Alberta T2W 6H6
Tel.: 403-292-5625
Fax: 403-292-5618
Web site: www.iogc.gc.ca

Pétrole et gaz des Indiens du Canada
100, 9911 boulevard Chiila
Tsuu T'ina (Sarcee), (Alberta) T2W 6H6
Tél.: 403-292-5625
Télécopieur : 403-292-5618
Site Web: www.pgic.gc.ca

Advisory Notice

Applications Filing – 2018 Actual and 2019 Estimated Gas Cost Allowance

Please Note: Indian Oil and Gas Canada's (IOGC) 2018 Gas Cost Allowance (GCA) filing deadline is May 31, 2019.

All IOGC GCA applications must be submitted through the Petrinex-IOGC GCA module.

RE: Industry Deadline Extension Request

Further to the meeting on May 8, 2019 at the Petrinex offices, Calgary, where Industry representatives raised concerns with respect to challenges experienced with the new functionality of IOGC's GCA module implementation in Petrinex and requested an extension to the annual submission deadline, there is no change to the May 31 due date.

IOGC acknowledges the points raised and discussed at the meeting to support the request for extension. Having provided due consideration to various factors that have contributed to the challenges, IOGC does not approve the request for extension. The submission deadline remains May 31, 2019 for 2018 annual submissions.

IOGC will however review individual GCA applicant requests on a case by case basis. This does not change the process of requesting approvals for extension as for prior years and communicated in the IOGC information letter sent out to GCA applicants on April 23, 2019 (**reminder**: request deadline May 21, 2019).

The underlying criteria in considering any requests for extension, as discussed at the May 8th meeting, will be the efforts made by companies to submit their applications. IOGC has over the last few months worked with various applicants to ensure accurate submissions. IOGC recognizes that some companies have not been able to submit their applications for set-ups in a timely manner for reasons beyond their control, typically non-operator working interest owners.

As per Petrinex communique sent out February 19, 2019 and re-iterated in IOGC's information letter **only** GCA applicants that have made their annual submissions will have access to the transition period ending December 2, 2019.

In view of the aforementioned, clarity was sought by Industry as to what constitutes an acceptable submission to be eligible for the transition period during which time amendments will be allowed. All the following must be completed:

1. Initial facilities have been set-up in Petrinex through submitting GCA1's on or before May 31.
2. Corresponding GCA3's and GCA2's have been submitted as applicable.
3. Final rate approvals have been submitted for GCA rates on or before May 31, 2019 including "0" rate submissions, for non-operator working interest owners (WIO's), will be accepted only for the Final rate submission.

Please note: you do not have to wait for any approvals in order to be able to submit e.g. submitting GCA3's, without GCA1's being reviewed or approved.

IOGC recognizes some applicants may not be able to submit GCA2's, due to non-submission by partner operators of GCA1's, if this is the case in certain instances please contact IOGC via aadnc.gca.aandc@canada.ca before May 31, 2019.

Petrinex, Industry and IOGC will collaborate to develop workable solutions to mitigate future reporting challenges. The above consideration only applies to the 2018 annual submissions.

Please contact either Aryn Vassanji at 403-292-5629, Dorrie Chevrier at 403-292-5885, Allison Monnery at 403-292-6026 or Munir Jivraj at 403-292-5886 with any questions.