

Mineral Resources

Petroleum Branch 360-1395 Ellice Ave , Winnipeg, Manitoba, Canada R3G 3P2 T 204-945-6577 F 204-945-0586 www.manitoba.ca

June 1, 2015

Ken Frankiw
Red River Oil Inc.
Suite 600, 521 – 3rd Avenue S.W.
Calgary, Alberta T2P 3T3

Dear Ken,

RE: Sinclair Units No. 15 & 16 Approval

The Petroleum Branch is pleased to grant approval of Sinclair Unit No.15 covering Section 15-7-29 WPM and Sinclair Unit No. 16 covering Section 19-7-29 WPM, N/2 18-7-29 WPM, W/2 20-7-29 WPM. Both are located in Daly Sinclair Field. The effective date for both Sinclair Units No. 15 & 16 will be June 1, 2015.

The execution pages of the Unit Agreements are signed and attached.

Red River is reminded that there is no approval yet to start water injection and separate conversion applications are required for any existing horizontals to be converted into injectors within this new Unit. Please inform the Branch 1(one) month in advance of when Red River wants to start injection so a Waterflood Order can be created and TTEF calculated, etc.

If you have any questions in respect of the applications required please contact Leo Leonen, Technical Engineering Officer, at (204) 9456570.

Yours truly.

Keith Lowdon
Director

Cc:

PB Virden Office

Robyn Swanson, IHS Global Canada Limited

Ben MacIsaac, Red River Oil Inc.

