

April 20th, 2017

Alberta Energy Regulator
1000, 250 - 5th St S.W
Calgary, Alberta T2P 0R4

Attention: Authorizations/Licensing

**NONROUTINE WELL LICENSE APPLICATIONS - CATEGORY AND TYPE: C370 MULTI-WELL PADS
PROPOSED WELLSITE PROJECT**

RE: SURFACE LANDS - SE 8-3-18W4M and SE 17-3-18W4M

Granite Oil Corp. hereby requests an extension to two (2) years for the expiry date of the applied for well licenses.

We are requesting a two year expiry date for the two pads sites to allow our nonroutine applications to be reviewed by the AER in light of an objection from the grazing lease holder. This could potentially involve a public hearing or other actions the AER would require of Granite. Further, environmental windows allow access only during certain seasons causing delays in the current year to the second year.

As per Approval Standard 100.9.1.6.7, activities shall not occur within 500 m of a sharp-tailed grouse lek between March 15 and June 15 (GOA 2013) which affects wellsite construction, drilling and completions.

As per Approval Standard 200.9.1.6.1, during the lekking period, operations (i.e. post-drilling routine well activities) shall be minimized, if possible from March 15 to August 31 to reduce potential impact to grassland nesting birds. Construction of the well-sites is planned so that topsoil stripping will occur under non-frozen ground conditions. Wellsite rough clean-up will be conducted following drilling and completions, with interim clean-up and reclamation the following summer.

We also confirm that we will update surveys and participant programs accordingly. Please review the applications and this letter and if any further information is required, please contact Ryan Cheyne at 587-349-9117 or email rcheyne@graniteoil.ca

Yours truly,



Tyler Klatt, P. Geol.
VP, Exploration