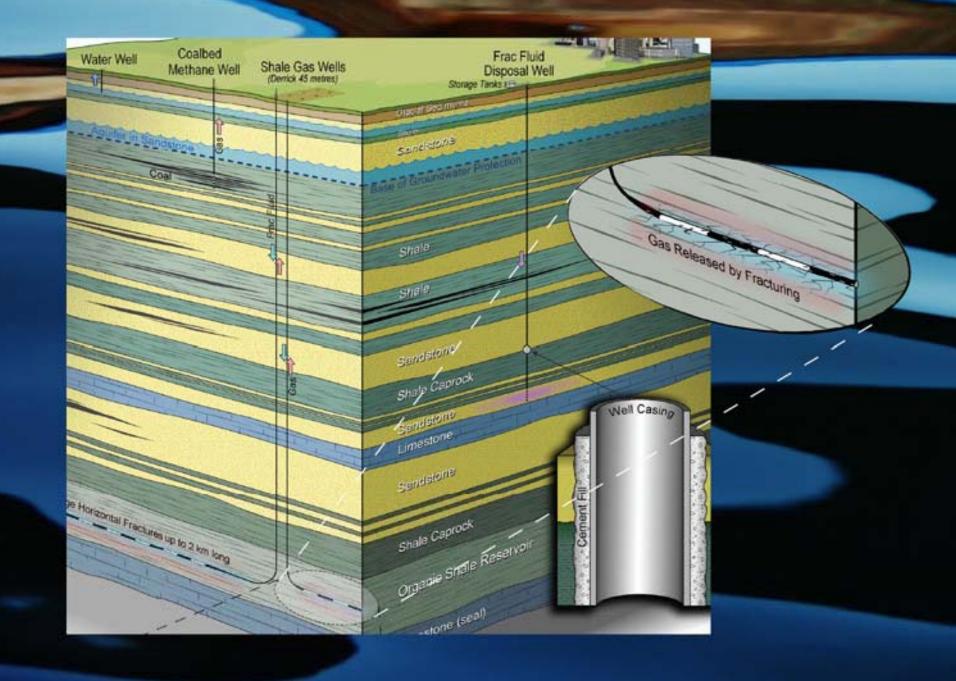
There's a hole in their story



by Jessica Ernst October 1, 2011 New York City

www.ernstversusencana.ca

Allegations yet to be proven in court





Water Well Drilling Report The data contained in this report is supplied by the Driller. The province discialms responsibility Received:

0123548 Map 1986/05/14

Alberta	rne data contained in tris repo	for its accuracy.	e province (uiocialillo responsibility	Received: 1986/05/14
Environment					Measurements: imperial
	k Well Owner Information		Dellier Cor		2. Well Location
Company Name: JNKNOWN DRILLE	ER		Drilling Cor 99999	npany Approval No.:	1/4 or Sec Twp Rge West LSD M
falling Address:	City or Tou		Postal Cod	e:	SE 13 027 22 4
INKNOWN	UNKNOW	N AB CA			Location in Quarter
/ellOwner's Name:	: Well Locati	on identifier:			0 FT from Bounda 0 FT from Bounda
C. Box Number:	Malling Ad	dence:	Postal Cod	a:	Lot Block Plan
23	ROSEBUD		TOJ 2TO	ε.	Eut Block Plair
aty:	Province:		Country:		Well Elev: How Obtain:
,					FT Not Obtain
. Drilling Infor					6. Well Yield
ype of Work: Chen	nistry			Proposed well use:	Test Date Start Time:
ecialmed Well ate Reclaimed:	Mate	rials Used:		Domestic Anticipated Water	(yyyy/mm/dd):
lethod of Drilling: D	Orllied	nais Oseu.		Requirements/day	Test Method:
lowing Well:		Gallons		0 Gallons	Non pumping FT
as Present: No	OII P	resent: No			static level:
. Formation Le	og	Well Completion			Rate of water Gallons/Min removal:
epth		Date Started(yyyy/mm/dd):	Date C	ompleted(yyyy/mm/dd):	Depth of pump FT
om L	ithology Description				Intake:
round L rvel (feet)	anology Description	Well Depth: 190 FT		le Diameter: 0 Inches	Water level at FT
iver (reet)		Casing Type: Size OD: 0 inches	Liner T	ype: D: 0 Inches	end of
		Wall Thickness: 0 Inches		D: U Inches lickness: O Inches	pumping:
		vvaii Tilickiless. O liiciles	vvaii ii	ilunitess. U Illulies	Distance from Inches
		Bottom at: 0 FT	Top: 0	FT Bottom: 0 FT	top of casing to ground level:
		5-4		k 81	Depth To water level (feet)
		Perforations from: 0 FT to: 0 FT		itions Size: s x 0 inches	Elapsed Time
		from: 0 FT to: 0 FT		s x 0 Inches	Drawdown Minutes:Sec Recover
		from: 0 FT to: 0 FT		s x 0 Inches	
		Perforated by:]
		Seal:	4		Total Drawdown: FT
		from: 0 FT Seal:	to: 0 F1	l	If water removal was less than 2 hr
		from: 0 FT	to: 0 FT	r	duration, reason why:
		Seal:			1
		from: 0 FT	to: 0 F1		_
		Screen Type:		ID: 0 Inches	Recommended pumping rate:
		from: 0 FT to: 0 FT Screen Type:		te: 0 Inches ID: 0 Inches	Gallons/Min
		from: 0 FT to: 0 FT		te: O Inches	Recommended pump Intake: FT
		Screen Installation Method:		e. e menee	Type pump Installed
		Fittings			Pump type:
		Top:	Bottom	:	Pump model: H.P.:
		Pack:			Any further pumptest information?
		Grain Size: Geophysical Log Taken:	Amoun	L	
		Retained on Files:			1
		Additional Test and/or Pum			1
		Chemistries taken By Drille	r: No		I
		Held: 1	Docum	ents Held: 1	4
		Pitiess Adapter Type: Drop Pipe Type:			I
		Drop Pipe Type. Length:	Diamet	er:	I
		Comments:			1
		1			1
		7. Contractor Certific	cation		1
		Orller's Name:		OWN DRILLER	-
		Orllier's Name: Certification No.:	UNKNO		-
		Oriller's Name: Certification No.: This well was constructed in	UNKNO n accordan	ce with the Water Well]
		Orllier's Name: Certification No.:	UNKNO n accordan ivironmenta	ce with the Water Well il Protection &	-

~ 2300 historic water well records 50 km2 around my home completed prior to the arrival of shallow frac'd Coalbed Methane (~2001)

4 (0.17%) noted the presence of a gas that could be methane

Dyck & Dunn, 1986

In 1976 surveyed 939 water wells & springs Saskatchewan, Canada

Methane concentrations highest where petroleum industry drill hole density increased

95% of samples had < 0.3 mg/l methane

EPA, 1987

Documented case of hydraulic fracturing contaminating well water

With reportedly 100's of others sealed by money & confidentiality agreements

Kooyman et al, 1989

S. Manitoba, Canada

Hydraulic fractures in several energy wells propagated into underlying water zone

Husky, 1993

Industry Gas Migration Research Study in Alberta & Saskatchewan

Big problem

Expensive to fix

Difficult to completely stop

Husky's 1993: 46% energy wells tested had gas migration



When did the idea form to blame nature for industry's gas migration?

"Could some part of the problem be attributable to "natural sources" (e.g. swamp gas) which are using the wellbores as a conduit?"

Quote in Husky's 1993 Report

Chafin, 1994: US Geological Survey

Did not find substantial vertical migration of methane by natural processes

"gas-well annuli are more important than natural fractures for the upward migration of gas"



Chafin, 1994: "man made migration pathways probably introduced most near surface gas to the study area"

Canadian Association of Petroleum Producers (CAPP) 1995 & 1996

Migration of Methane into Groundwater from Leaking Production Wells Near Lloydminster

CAPP Gas Migration Study

~24,000 historic water well records in Alberta were reviewed

17 (<0.1%) reported "gas" present before oil & gas development

CAPP study of methane in water wells on Alberta side

"provides useful data on dissolved methane in groundwater as used in the region"

Methane detected in 20/23 water wells most < 0.05 mg/l

2 highest were slightly > 1 mg/l

1996 CAPP Gas Migration Report:

Plumes of dissolved methane may spread by advection and dispersion into aquifers

Methane may also migrate laterally as a gas phase within these aquifers

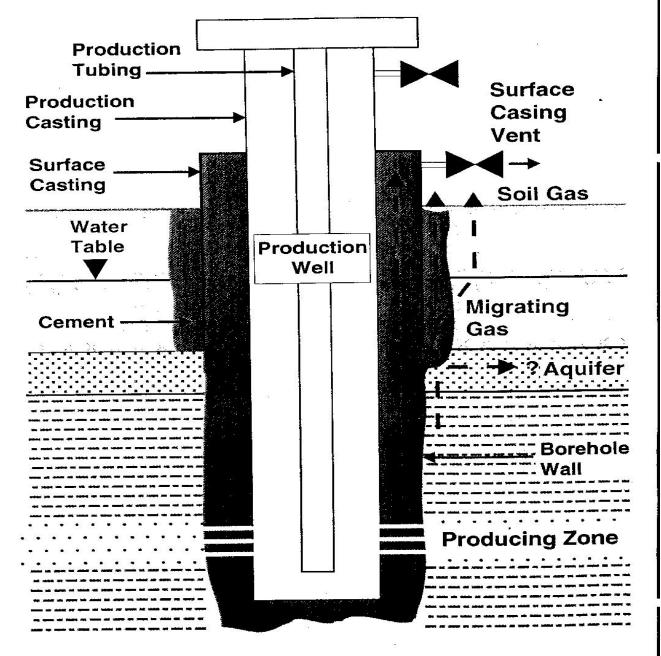


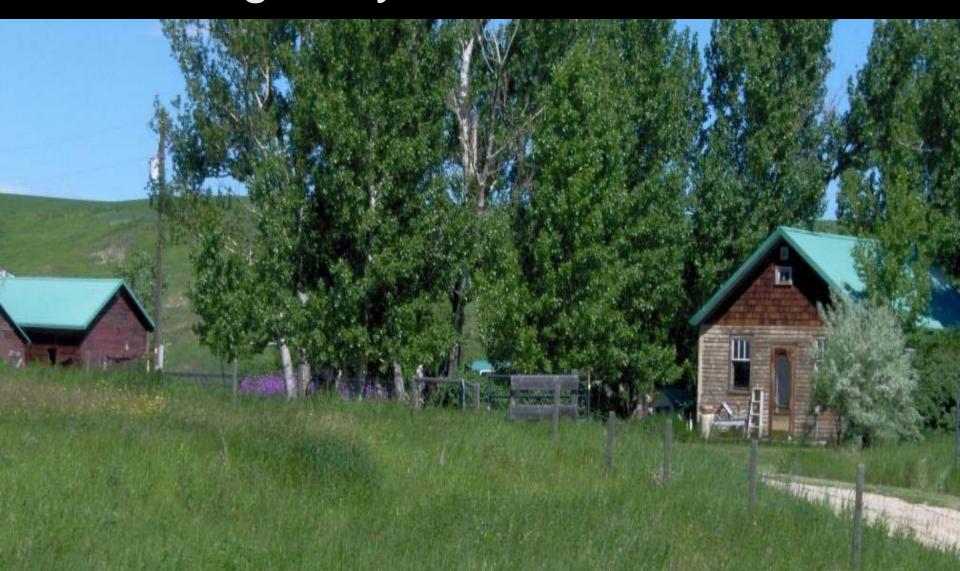
Figure 3 Schematic of gas migration, modified after Schmitz et al (1994).

CAPP 1996: elevated methane levels in groundwater near hydrocarbon wells

"The highest concentration (1995; mg/l) at the research sites was...

19.1 at Lindbergh."

1998 I bought my home at Rosebud





January 2001 Hutchinson, Kansas





Trican Well Service & Husky Energy, 2002

The percentage of leaking energy wells ranged from 12% to 80%

2002

Canadian Council of Ministers of the Environment

Linking Water Science to Policy Workshop

Regulators also attended.

The Canadian Council of Environmental Ministers 2002 Report:

Little is known about the integrity of concrete seals & steel casings in 600,000 abandoned hydrocarbon wells in Canada

Industry's future impact on groundwater could be immense.

The Canadian Council of Ministers of the Environment 2002 report:

Unconventional natural gas drilling poses a real threat to groundwater quality & quantity

Canada needs "baseline hydrogeological investigations....to be able to recognize and track groundwater contaminants."

EnCana's Experimental and Risky Shallow Hydraulic Fracturing at Rosebud:

Gas wells completed above BGWP* in secret

2001: 3

2002: 6

2003: 17

2004: 40

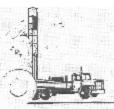
2005: 94

^{*} BGWP = Base of Groundwater Protection

2003 — Frac'd Life: Noise, lots of noise

2003

test by EnCana on my well Water appearance: *Clear*



M & M Drilling Co. Ltd.

Box 1, Site 22, RR 2, Strathmore, AB TIP 1KS

(403) 934-1271 • Fax (403) 934-4865

Test #: 1061 - 2211 Name: ERNST, JESSICA 6/20/2003 Address: BOX 753 Location: ROSEBUD, ALBERTA Stari Time: 8:45 AM Post. Code: TOJ 2TO State Laval 28" 5" Phone: 677-2074 Tested For: ENCANA CORP., G. PEKRUL Well Name: ECA/ECOG REDLANDS Well Location Description: SE-13-27-22-W4 HOUSE WELL Land Location: [4-12-27-22-W4 Pumping Rate: STATIC & SAMPLES ONLY AFE Number: CD05391 Readings By: DAVID SAWYER GPS N-51-18-022 W-112-57-41.1 PRE-LEST POST TEAT TREALESTATE Well Location On Site: IN OLD BARN NORTH OF HOUSE Pit Type: WELLHEAD Pit Condition: Nia. Pump Size and Type: 2 WIRE SUBMERSIBLE Tont Size and Type: MARK IV CONSTANT PRESSURE Casing Size and Type: Liner Size and Type: N/A Well Depth: N/A Water: - Appearance E Clear E Colour None & Yes SLIGHT H2S - Suspended Solids: [] None & Yes FEW BLACK PARTICLES - Open Discharge: Z No _ Yes Pumping Procedures Yes-- Pressure Tank □ No · Pressure Reading N/A - Special Futing 3/4" PUMP OUT HOSE L None & Yes ☐ Chemicel23: Other Sample Samples Taken: Z Chemical51: Coliforn Bucteri ☐ Heavy Metals: E TOC FI2S: ☐ OilAndGrease: ₩8H □ Other Lab where sumples were tested: CASING TOP Measurement Taken From: Misovilaneous test information: SAMPLES TAKEN FROM PUMP OUT HOSE WELL OFF FOR ONE HOUR BEFORE STATIC TAKEN

2003 Alberta Research Council

Natural methane release from coal formations in Alberta is rare because reservoirs are "tight"

Maurice Dusseault, 2003

Leaking methane gas from 1000's of resource wells posed "massive environmental problems"

Escaping methane

"changes the water, and generates aquifer problems."

Coleman, 2004

An investigation on Hutchinson Kansas explosions demonstrated that industry's leaking gas had migrated more than six miles away

Alberta Energy Resources Conservation Board (ERCB), 2004

Number of leaking gas wells in the Wabanum Lake area increased from

0 in 1990 to > 140 in 2004

	WELL ID: 00 / 05-14-027-2	2 W 4 /	0		
	EUB COMPANY INFORM CURRENT TO June 29		N		
COMPANY NAME:	ENCANA CORPORATION				
ADDRESS:	Box 2850, 150 - 9 Avenue SW Calgary, AB T2P 2S5				
PHONE #:	403-645-2000		BUSINESS ASSOCIATE CODE:	0026	

EUB WELL PRODUCTION DATA CURRENT TO MAY 25, 2007

AVERAGE DAILY PRODUCTION RATE

I	WATER	₹											
ľ	YEAR	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER
ľ	2004	0	0	0	0	0	0	0	96	0	0	0	0

	EUB WELL	LICENSING DATA	
UNIQUE WELL ID:	0274221405000	WELL LICENCE NUMBER:	0293679
REGULATION SECTION:	Section 2.020	WELL LICENCE DATE:	SEPTEMBER 24, 2003
SURFACE LOCATION:	05-14-027-22 W4	SURFACE OFFSETS:	N 570 E 40
ACTUAL SURFACE LATITUDE:	51.304912	LONGITUDE:	113.004771
THEORETICAL SURFACE LATITUDE:	0	LONGITUDE:	0
LICENCEE:	ENCANA CORPORA	TION	
EUB AREA OFFICE:	MIDNAPORE	TERMINATING FORMATION:	BELLY RIVER GRP
LAHEE CLASSIFICATION:	DEVELOPMENT	CONFIDENTIAL STATUS:	NON CONFIDENTIAL
SURFACE OWNER:	FREEHOLD	MINERAL RIGHTS OWNER:	FREEHOLD
AGREEMENT NUMBER:		AGREEMENT TYPE:	
AGREEMENT EXPIRY DATE:		DRILL COST AREA:	
SCHEME APPROVAL NUMBER:		SCHEME EXPIRY DATE:	
INCENTIVE CERTIFICATE NUMBER:	00000	INCENTIVE CERTIFICATE DATE:	
SURFACE ABANDONED TYPE:		SURFACE ABANDONED DATE:	

	E	EUB WELL TOUR - CEME	NTING DATA	
STAGE NO	UNIT	AMOUNT	TYPE	RECEMENT
0	TONNEST	4	CLASS G NEAT	0
0	TONNEST	6	CLASS G NEAT	0

There is no Tour - Cores Cut data for this well.

DATE	TYPE	INTERVAL TOP	INTERVAL BASE	SHOTS
Feb 15 2004	JET PERFORATION	418.9	419.9	13
Feb 15 2004	JET PERFORATION	415.5	416.5	13
Feb 15 2004	JET PERFORATION	374.3	375.3	13
Feb 15 2004	JET PERFORATION	371.7	372.7	13
Feb 15 2004	JET PERFORATION	358.4	359.4	13
Feb 15 2004	JET PERFORATION	354.5	355.5	13
Feb 15 2004	JET PERFORATION	347.8	348.8	13
Feb 15 2004	JET PERFORATION	342.6	343.6	13
Feb 15 2004	JET PERFORATION	284.9	286.9	13
Feb 15 2004	JET PERFORATION	283.5	284.5	13
Feb 15 2004	JET PERFORATION	259.3	260.3	13
Feb 15 2004	JET PERFORATION	248	250	13
Feb 15 2004	JET PERFORATION	244.9	245.9	13
Feb 15 2004	JET PERFORATION	238.6	239.6	13
Feb 15 2004	JET PERFORATION	234.6	235.6	13
Feb 15 2004	JET PERFORATION	228.7	230.7	13
Feb 15 2004	JET PERFORATION	222	223	13
Feb 15 2004	JET PERFORATION	220.1	221.1	13
Feb 15 2004	JET PERFORATION	188.1	187.1	13
Feb 15 2004	JET PERFORATION	177.1	178.1	13
Feb 15 2004	JET PERFORATION	141.4	142.4	13
Feb 15 2004	JET PERFORATION	133	134	13
Feb 15 2004	JET PERFORATION	131.7	132.7	13
Feb 15 2004	JET PERFORATION	125.5	126.5	13
Mar 2 2004	FRACTURED	131.7	419.9	0

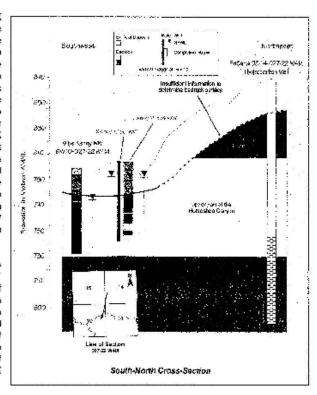
Alies IDs

6. INTERPRETATION

61. Aquiters

The SK 1950 WW and the SK 2004 WW are completed in the same hydraulic unit within the upper part of the Horseshoe Carvon Formation. The elevations of the water lavels in both water wells are similar; there is no significant difference In the chemical quality of the groundwater from the two water wells and pumping from the SK 1950 WW causes measured drawdown in the water level inthe SK 2004 WW. The vertical relationship between the elevation of the completion depths and the non-pumping water levels in the SK 1950 WW and the SK 2004 WW is shown in the adjacent cross-section.

Also shown on the cross-section is the EnCana 05-14 Gas Well and the perforation interval of the gas woil whee stimulated on 02 Mar 04. The cross-section shows the top of the perforated interval at an elevation of 747-45 metres AMSL, which cuincides closely with the top of the completion interval of the SK 2004 WW.



The stimulation of the EnCana 05-14 Gas Woll used nitrogon gas and the estimated pressure bulisde the perforations is nine megaPaccals. Based on an adjuster model, the pressure change measured at the SK 1950 and SK 2004 water wells as a result of the stimulation would be in the order of 0.2 kiloPaccals. As a result of flowing the 05-14 Gas Well for 76 days after stimulation, very little if any nitrogen gas would be expected to remain in the coal zone in the 125.5- to 126.5-metres below KB interval.

6.2. Sean Kenny 2004 Water Well

The interpretation of the turbidity data indicates that there are two sources of sediment in the groundwater from the SK 2004 WW. The first source is the groundwater running down the outside of the liner, the second source is the sandstone layers below the coal zone. When the water wall is not being pumped, there is a gradual flow of groundwater down the annulus.



Alberta Environment, the ERCB and EnCana will not disclose what chemicals were injected

April 23, 2004

Alleged Violations of the rules and regulations of the Colorado Oil and Gas Conservation Commission (COGCC) by EnCana

"The COGCC staff hand-delivered a Notice of Alleged Violation ("NOAV") to EnCana on April 23, 2004....The NOAV cited Rule 209., **failure to prevent the contamination of fresh water by gas**, Rule 301., failure to notify the Director when public health or safety is in jeopardy, Rule 317.i., failure to pump cement 200' above the top of the shallowest producing horizon, Rule 324A., impacts to water quality and Rule 906.b.(3), failure to report a release to the Director."

EnCana wracked up record fines for this one.

EnCana tops the violations in Colorado

In the seven years to 2004, out of

34 violations issued by the

Colorado Oil & Gas Conservation Commission

24 (71%) belong to EnCana

EnCana had only been operating there for 3 years.

2004 EnCana's fresh water production problems at Rosebud

From 2008 FOIP* results:

"Pressure test to 21 Mpa (supervisor error). Pressure cracked the remedial cement. Cement will no longer pressure test to 7 Mpa"

(July 16, 2004)

* Freedom of Information Legislation

Summer 2004 Water wells start to go bad

EnCana investigates itself, finds itself innocent, but cements shut the gas well that frac'd our aquifers before the regulator can gather critical data.

Cement seals of well bores do not repair hydraulic fractures

August 2004: EnCana Landman

EnCana's inappropriate blanket approval type document

EnCana's land manager:

"If we can get them to sign this, we don't need to consult"

He refuses to consult. We chat a long time. He finally agrees to hold an open house

A few days later ...

EnCana's land man was back at it ... with the same document

September 9, 2004: I resigned from EnCana

How could I ethically consult for a company that was lying to my community?

2004 EnCana Noise getting worse

Un-attenuated compressors construction, drilling & frac'ing noise

EnCana's 2 non-compliant noise studies, finds itself innocent in both ERCB sucks & blows at the same time

EnCana Open House Oct 21, 2004

EnCana promised that they would only frac far below our fresh water aquifers and below the impermeable layer to prevent gas migration into our water.

\$150,000 promise to Rosebud Theatre

January 2005

Rosebud water tower blows up in an explosion, seriously injuring a worker.

A propane torch is blamed.





My water dramatically changed

Whistling taps/blowing gas
Caustic burns to skin/irritated eyes.
Painful cracks on hands after doing dishes
Soaps/shampoos no longer make suds
Gas spurting water out of tub & toilets

Dogs repulsed by the water

October 2005: My water post-frac'd



Colleagues advised me to get my water tested for methane

EnCana Noise continues

ERCB deregulates to match non compliance Tries to sneak in 5 decibel noise increase

I warn concerned citizens ...

Nov 24 2005: Banished!

"I have instructed my staff to avoid any further contact with you."

Jim Reid, EUB* Manager

* Name changed to ERCB after the Board's Spying Scandal



Calgary Office E40-6 Avenue SM Calgary Alberta Canada T2P 334 Tel 403 297 9311 Fax 403 297 7305

November 24, 2005

Jessien Ernst

Box 753 Rosebud AB TOJ 2F0

NOISE CONTROL DIRECTIVE

Dear Ms. Burst:

It is clear that over the past several minths you have undertaken are intensive letter writing compaign as a means to pressure the Alberta Energy and Utilities Board (SUB) to rule that Encland has not met the regulatory requirements for coise control in the Rosebud region. As you know, compliance with the EUB Notes Control Directive) can only be determined using the results of a "representative" comprehensive morse survey. Consequently, even though two previous surveys conducted by a reputable accustical engineering firm were reclinically defensible and did demonstrate that PhCona was compliant, the EUB agreed to not accept those results for your residence in demonstrate the fatness of the EUB regulatory process. In fact, the EUB offered to conduct a separate noise survey at your residence, at the time of your choosing, placing the microphone where you want, and without the knowledge of EnCana to determine compliance at your residence.

Rather from accept this offer, you have chosen to perpetuate acceptations that the BUB has not been responsive to your concerns. In fact, the PUB has tried to be very accommodating to you and even provided you with a cepy of the current draft of the *Directive* so that you may provide comments for the multi-stakeholder review committee to consider. Undirective so that you know quite we'll that as a draft, the *Directive* is still subject to change. Rather than raise any concerns about the draft *Directive* with our staff as requested, you chose to circulate widely durough the internet unruths that the BUB has unliaterably made significant changes to the *Directive* that would result in higher noise levels for trial residents. Your statement about the EUB raising the acceptable make levels for winter operations is not true, to fact, this option has been in the *Directive* since 1988. While I again may find this approach disappointing, it is your right to free speech.

What I cannot and will not accept is your threat, veiled as something someone said to you, as a means to incite people to resort to the "Wiebo Way". Chiminal threats will not be tolerated, and we are deciding on how best to work with the office of the Antorney General of Alberta and the RCMP to register our expector and to ensure the protection of the public including our staff. Until the safety and security issues have been satisfactorily addressed and resolved, I have instructed my staff to avoid any further contact with you. The EUB Field Surveillative Byanch, tave been made aware of this situation as well.

Manager.

Operations Group

Single yours.

Champliance and Operations Branch

pc:

RCMP Drumheller Detachment Ron Paulson, Manager, FUB Field Surveillance Branch Al Palmer, Manager, FUB Security



Bruins shark-bitten by Thornton trade DAN BARNES / D1 For diapers with attitude, papa's got a brand new bag LOOK / E1

Alberta's film industry has its 'best year yet' CULTURE / C1 Inside the surprise deal for Spielberg's studio BUSINESS / F1

edmontorjournal.com

EDMONTON'S NEWSPAPER SINCE 1903

TUESDAY, DECEMBER 13, 2005



NEAR DISASTER FOR CITY TROOPS

NEW VEHICLE CREDITED WITH SAVING 3 IN AFGHAN BLAST / A3

Voter goodies

January 2006: EUB Shallow Frac Directive 027

Industry advised the regulator that shallow fracturing had harmed oilfield wells and

"there may not always be a complete understanding of fracture propagation at shallow depths"

EUB = Energy Utilities Board, now ERCB, Energy Resources Conservation Board

Feb 28, 2006 Alberta Legislature

Environment Minister promised affected families safe alternate water "now and into the future" regardless of whether the methane is from "natural flow" or not.

Premier promised:

"Whatever is necessary to be done will be done"

March 3, 2006 Alberta Environment tests my water

Is alarmed by the level of gas in my water, drop in static water level and other tests

I am to blame for the methane in my water because I do not run cattle, do not use my water well enough.

Red flag indicator of petroleum distillates in my water Chromium increased by factor of 45

March 6, 2006

Environment Minister & staff emergency meeting with contaminated water well owners

We are to blame because we use too much water

March 7, 8, 9, 2006

The People's CBM Tour! by the people, for the people

Standard for Baseline Water-Well Testing for Coalbed Methane/Natural Gas in Coal Operations

April 2006



April 12 2006, The Alberta Government knew!!

I had to fight via FOIP legislation for over 2 years to get these results!



Maxxam's Remarks:

- Based on a comparison of the carbon isotope data to the data from the reference well (3-14-27-22-w4m and IC2/8-12-27-22-w4m) it is a likely source of this water well gas is from near the belly river.
- When comparing this gas the with the database is likely coming from a shallow, mixed source of progenic and thermogenic gas

Dr. Kartis Muchlenbachs' Remarks (University of Alberta):

- Methane isotope value indicates a biogenic source, whereas ethane indicates a source from or near the shallow resource wells, 27-22-w4
- Water swell gas maybe a mixture of in situ biogenic gas with some deeper gas.

May 2006, Alberta Bruce Jack Water Well Explosion





2006: An EnCana well site in the rain near Rosebud



2006 Briefing Note by Alberta Research Council on the Contamination Cases (to blame bacteria)

Obtained 2008 via FOIP

"landowners may not willingly accept the findings determined by Alberta Environment and Alberta Research Council"

June 8, 2006:

McCarthy-like Red-Baiting Interrogation by ERCB lawyer



Environmental Assurance

10th Floor, 9915 - 108 Street Edmonton Alberta, Canada T5K 2G8 Tel: 780/427-6247 Fax: 780/427-1014

Web; www3.gov.ab.ca File No: AR 22526

August 4, 2008

Dr. David Swann
MLA, Calgary-Mountain View Constituency
201 Legisleture Annex
9718 - 107 Street
Edmonton, Alberta
TSK 1E4

Assistant Deputy Minister

Dear Dr. Swann:

As you know, Alberta Environment (AENV) is committed to inspecting high quality groundwater systems, such as the Hamlet of Rosebud's waterworks system.

Alberta Environment conducted an inspection of the Hamlet's waterworks system on March 8, 2008, as a proactive step to verify that the Hamlet's system is in compliance, and to determine if the Hamlet's system is being impacted by nearby coalbed methane (CBM) activities due to requests AENV received from the public. Enclosed is a copy of the Hamlet of Rosebud's Waterworks System March 2008 Report Analysis as per your recent request. I have also enclosed a summary report that was prepared by AENV and the Calgary Health Region.

Copies of the Hamlet of Rosebud's March 2006 report will be available to the public through the County of Wheatland. Inquiries and questions can be directed to Ms. Jennifer Deak, County Manager, County of Wheatland, at (403) 934-3321.

If you have any further quostions regarding AENV's inspection of the Hamlet of Rosebud's waterworks system, please contact Mr. Kevin Pilger, Investigator, Alberta Environment, at (403) 297-5913 (dial 310-0000 for toll-free connection).

Sincerely,

Assistant Deputy Minister

Enclosure

oc: Jennifer Deak, County of Wheatland Key'n Pilger, Environment

Solvents (C8-C14) (consisting of halogenated, and 25

aliphatic compounds)

From: Laxy West	Pages:
CC:	
Urgent For Review Please Comm	nent Please Reply Please Recyclo
Nata	
Notes:	
John: Here is	the results of
John: Hue is	· 1
to the	ing dose on the 172
the 1sotope	ing dose on the He
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Water (Blended). Because of the li collected they only	Led amount of will
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Wid Name				WATER WELL HEADSPACE Glass		
Paci or Zone			Test or Your	Serges Print	Percent Full	
Fleid to Aven		'	THE OF EACH			
Taul Recordly		kunsi f		States (2) Sample Gallering Politi		
- I (character)		Franc		West Park States 1904 States 1804		
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Witter motor	OR PART	Çan 1000mSMI		MG2		
2006/09/14 19				BUCS15 EDWARD 19		
Data Burgstod Stort		Date Security Edd	Date R	Recover Date Reported Date Revision Indianase		
	COMPOSITION]			
MOLE MOLE		CARSON	SAMPLE CLASSIFICATION —			
	FRACTION	FRACTION AIR FREE	ABUNDANCE			
COMPONENT	AS REC'D	Alk ever	Monares			
H2	0.0000	0.0000		~		
He	0.0000	0.0000				
02	0.0000	4.5055]	Mud Depth (m):		
N2	0.9824	0.9824				
CO2	0.0000	0.0000	-21.73	NOTES		
H2\$			1	NO.LS		
	}	İ	Į	Carbon isotope abundance is measured in units of:		
C 1	0.0176	0.0176	-42.74	Carbon isotope abundance is medadice in diate on		
C2	0.0000	0.0000		(13C/12C)-(13C/12C)PDB X 1000		
C3	0.0000	0.0000	Į.	*delta 13C (PDB) ppt = (13C/12C)(13C (2C)(13C (13C)(13C (2C)(13C (2C)(13C (2C)(13C)(13C)(13C)(13C (2C)(13C)(13C)(13C)(13C (2C)(13C)(13C)(13C)(13C)(13C)(13C)(13C)(13		
	ļ		j	(100/154): 5-1		
IÇ4	0.0000	0.0000				
NC4	0.0000	0.0000		Where PDB is an international sample of Belamnite taken from the		
			-	Pee Dee formation in South Carolina.		
IC5	0.0000	0.0000	1			
NC5	0.0000	0.0000		ì		
		2 2222				
C6	0.0000	0.0000				
C7+	0.0000	0.0000		j		
TOTAL	1,0000	1.0000				
TOTAL	1.0000	1.0000	ļ			
				İ		
				1		
	•					
				Therein the state of the state	(n lipens birdin	
				in properties and adoption by clean in this desired from LES information (Specific 1984) and		

August 31, 2006 After Premier Klein Promised "Whatever is necessary to be done will be done"



September 2006

The international 2nd Well Bore Integrity Network Meeting's first key conclusion:

"There is clearly a problem with well bore integrity in existing oil and gas production wells, worldwide...."

EUB* CBM Water Chemistry study (2006)

Studied water wells in coal
Methane (and ethane) not detected in
~90% of water wells tested!

EUB = Energy Utilities Board, now ERCB, Energy Resources
Conservation Board



Levels of methane dissolved in Rosebud well water, as sampled by the regulator:

30 - 66 mg/l

Risk of explosion at 1 mg/l

if gas contaminated water passes through a confined space (in CAPP Gas Migration Report, 1996)

(study on the Rosebud water indicates there may be 3x more methane in our water)

May 2007

Alberta Environment finally agrees to comprehensive investigation

Changed labs half way through the investigation to one that detected but did not fingerprint the ethane in our water.

The regulator already knew the ethane in Rosebud water indicated match to EnCana's Breaks promise a few months later

April 2007, Alberta Environment:

3 monitoring wells drilled at Rosebud to get "baseline" data









Known carcinogen hexavalent chromium

Regulator detects hexavalent chromium in one of their monitoring wells in Rosebud

Does not tell us, or the public, not even families with children!

2007 The Rosenburg International Forum on Water Policy:

Declared Alberta's groundwater policies "inadequate" with a "lack of comprehensive monitoring systems."

A monitoring network "is the last line of defense against contamination by industries that are essential to the economic future of the province."

CAPP Testimony to Parliamentary Committee, Environment & Sustainable Development, Evidence, May 8, 2007

On testing for methane in water wells:

Mr. David Pryce, CAPP:

"If it is present, the presumption is that it's naturally occurring...."



Factors Affecting or Indicating Potential Wellbore Leakage

Dr. Stefan Bachu

Alberta Energy and Utilities Board Stefan.Bachu@gov.ab.ca Theresa Watson

T.L. Watson and Associates Inc. Theresa.Watson@TLWatson.com





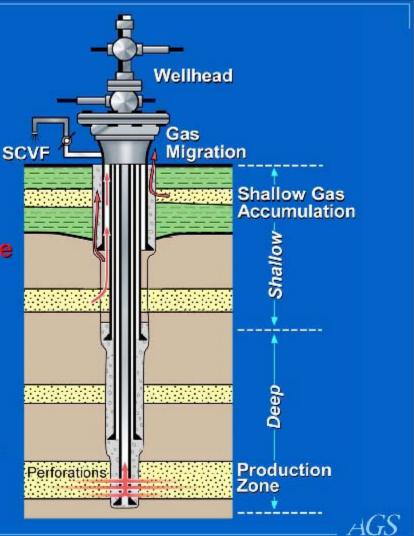


Leakage Potential along a Well

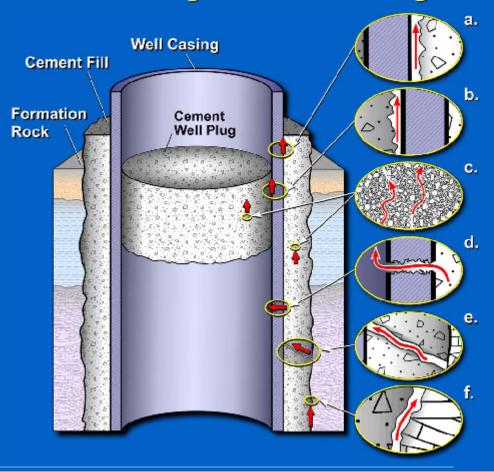
Shallower, upper part
Higher potential for leakage

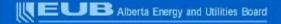
Deep, lower part completed in producing zones

Less potential for leakage



Potential Gas Migration Paths along a Well



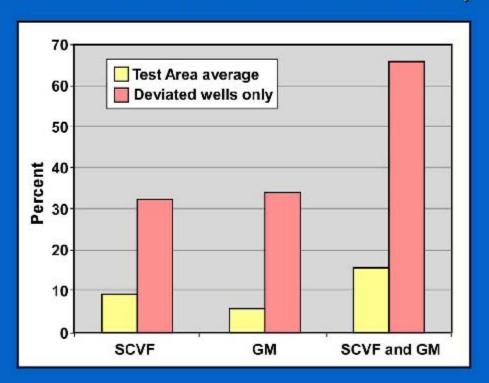


Factors of Major Impact

- Geographic area (Test Area)
- Well deviation
- Well type:
 - drilled and abandoned (SCVF/GM incidence rate of 0.5%)
 - cased and abandoned (SCVF/GM incidence rate of 14%), for 98% of the total
- Abandonment method (bridge plugs, welded caps)
- Economic activity, regulatory changes and SCVF/GM testing
- Uncemented casing/hole annulus!



Occurrence of SCVF/GM in the Test Area, Alberta



Alberta Research Council* January, 2008

Dismissed contamination as natural Suggests bacteria to blame, can't explain where the methane came from

Used anecdotal, unsubstantiated stories of methane in other water wells

Avoided damning data Formal reports filled with "errors"

*Name changed to Alberta Innovates

April 2008: Alberta Environment Breaks Legislature Made Promise

Takes away the water deliveries

Declares our dangerously explosive & toxic water safe



EnCana denies doing any water contamination

April 22, 2008

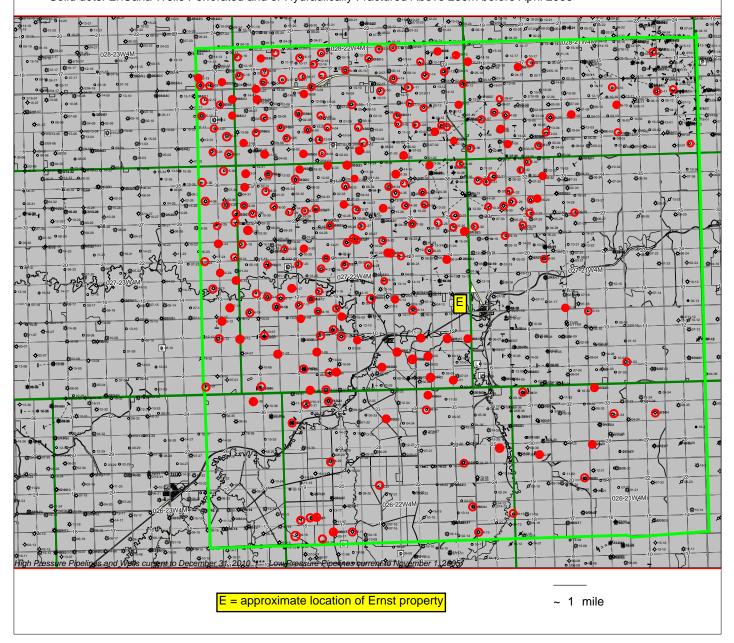
"We can't do completion of shallow gas above 200 metres"

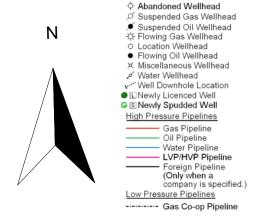
The *Drumheller Valley Times* quoted EnCana saying.

EnCana completed > 60 above 200 metres around Rosebud, including > 11 above 175 metres

Shallow Gas Wells Drilled and Frac'd Near Rosebud, Alberta

Circles: EnCana Wells Perforated and or Hydraulically Fractured Above the Base of Groundwater Protection before April 2006 Solid dots: EnCana Wells Perforated and or Hydraulically Fractured Above 200m before April 2006





Wellheads

Hydrogeologic Study, Colorado by Geoffery Thyne December 2008

Increasing methane in groundwater coincident with increased number of gas wells

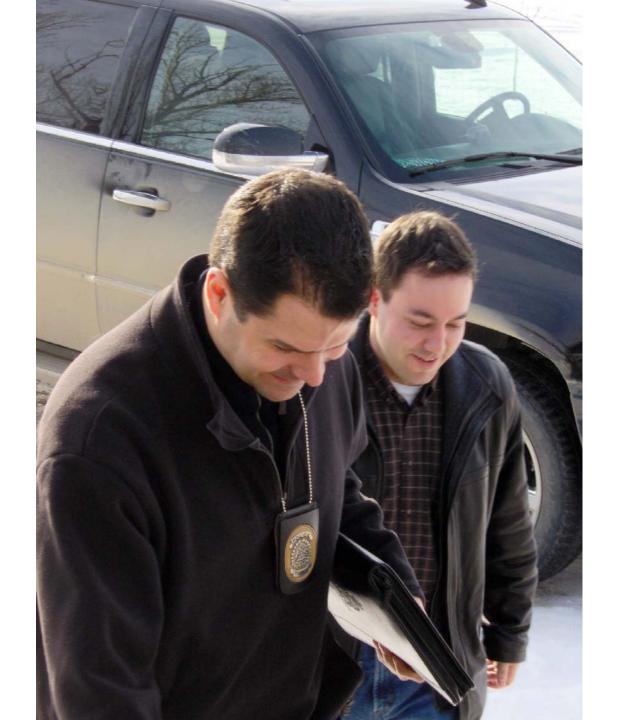
Feb 7, 2009 CTV W5 National News

Aired segment on my explosive water and the ERCB's treatment of me

The following week ...







If the contamination in my water is natural, would they send the RCMP?

RCMP = Royal Canadian Mounted Police

November 2009

Canada's National Energy Board: Fracturing only recovers 20% of the gas

The shattered rock is now 1000's times more permeable, leaving 80% to become fugitive and migrate over time

Safety Advisory 2010-03 Communication during fracturing

BC Oil & Gas Commission, May 20, 2010

"Fracture propagation via large scale hydraulic fracturing operations has proven difficult to predict."

US Congress Investigates EnCana's Hydraulic Fracturing & allegations of water contamination

July 19, 2010



Buy Our Silence EnCana increases donation to \$350,000

EnCana Rosebud Centre August 24, 2010

EPA tells Pavillion, Wyoming residents not to drink their water

September 1, 2010

EnCana agreed to provide treatment or alternate source of drinking water.

Mr. Michael Binnion (President & CEO Questerre):

<u>Testimony to Parlimentary Committee on Natural</u> <u>Resources, Evidence</u>

Ottawa, November 18, 2010

'In Alberta, regulations were put in place after an incident in Rosebud, Alberta. It was believed that some shallow fracs in coal bed methane had interfered with groundwater." Mr. Richard Dunn (VP Encana):

<u>Testimony to Parliamentary Committee on</u> <u>Natural Resources, Evidence</u>

Ottawa, November 23, 2010

MP Nathan Cullen: Mr. Dunn...we had one of your competitors up earlier committing publicly to disclose the chemicals used in the fracturing process. Is that something Encana is doing right now....?

Mr. Richard Dunn: Yes, we're doing it now.

No, they're not.

What EnCana calls chemicals

316 fracs performed on 14 wells on 1 pad with

- Water treatment / friction reduction package:
 Chemicals include: FR8 (Friction reducer), Acroclear (H2S scavenger), Nalco 6574A (scale control)
- Linear gel package:
 Chemicals include: Trican WG 111-L (Water gellant), Trican GBO-1 (Fracturing fluid breaker)
- Acid package:

Chemicals include: Trican IF-85 (Formic acid), Hydrochloric acid, Trican AI-7 RN (corrosion inhibitor), Trican DF-1 (anti foam), Trican S-6 (surfactant)

New Gas Wells Leaking, Quebec Jan 5 2011

31 gas wells were inspected 'more than half have problems'

"Alberta-based Talisman Energy owns 11 of the wells...spokesperson Hope Deveau-Henderson said leaks are a common occurrence...they are a normal part of the exploration process."

Alberta ERCB

January 28, 2011

Deep and shallow shales to be frac'd

Unconventional Gas Regulatory Framework

Jurisdictional Review by the Alberta Energy and

Utilities Board Report 2011-A

March 8, 2011 Babe Report Quebec frac moratorium

Called for 'strategic environmental assessment'

Regulator ordered gas leaks repaired Attempts to repair them failed

April 27, 2011

Ernst Lawsuit against EnCana, ERCB & Alberta Government goes public

All allegations remain to be proven in court, all parties will be able to respond to the allegations

Jackson et als Duke Study

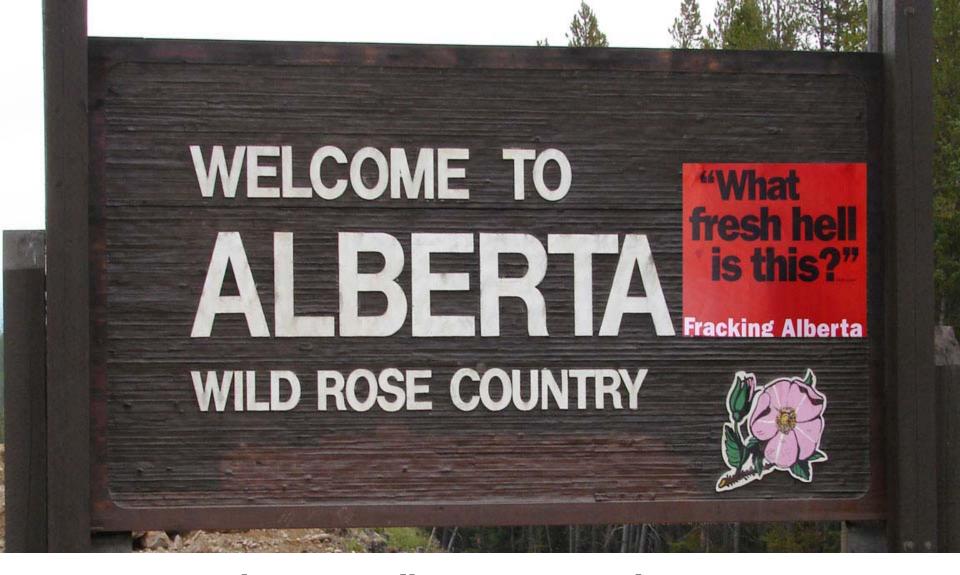
May 2011 Peer Reviewed

17x more methane in water wells near drilled & fractured energy wells

USGS scientist

August 2011

'We're only starting to learn' about Fracking...



September 2011: Albertans Demand Moratorium If Alberta has the best energy regulation in the world, What does the rest of the frac'd world get?

September 21, 2011 Ten years too late!

The Canadian Government announced it will initiate (when?)

2 frac studies

12-15 member panel, 18 months

In the meantime, drill & frac, drill & frac ...

September 28, 2011 CBC News

More than 30 earth quakes reported in the area of the Horn River Shales since 2009

"The coincidence of earthquakes and gas exploration warrants further investigation"

Confidentiality Agreements

Water moves!
Sealing water contamination cases is wrong
Must be made illegal

Will I sign a Non Disclosure Agreement and allow the Rosebud contamination data to be sealed?

No.

Water is too important