

**PRODUCTION OPERATIONS AUTHORIZATION
APPLICATION**

The undersigned interest owner of Production Licence(s) No(s) , hereby applies for _____ authorization under paragraph 142(l)(b) of *the Canada-Nova Scotia Offshore Petroleum Resources Accord Implementation Act*¹ and paragraph 135(l)(b) of *the Canada-Nova Scotia Offshore Petroleum Resources Accord Implementation (Nova Scotia) Act*² ("Accord Acts), to produce petroleum from those portions of the offshore area to which such production licence(s) apply, in accordance with the approved development plan and Canada-Nova Scotia benefits plan and the specific plans and procedures listed on Schedule A.

DATE _____, 20_____

(representative)

ADDRESS _____

BY _____

AUTHORIZATION

Authorization is hereby given to the above applicant (the Operator) to produce petroleum from those portions of the offshore area covered by the above Production Licence(s), subject to the Accord Acts and regulations and the conditions specified below and in Schedule "B":

1. Until such date that Occupational Safety and Health Regulations are promulgated under the Accord Acts, the Operator shall, during the term of this Authorization, comply with the provisions of the Board's Nova Scotia Offshore Petroleum Occupational Health & Safety Requirements dated December, 2000, as amended from Time to time. Such amendments shall apply when adopted by the Board and upon notice being given to the Operator.
2. All operations shall be conducted in accordance with and subject to the approved development plan and Canada-Nova Scotia benefits plan, including any conditions of approval of each, and the specific plans and procedures listed on Schedule A. The Board shall be given written notice of any changes to the plans and procedures listed on Schedule A forth with.
3. The Operator shall comply with such other conditions and directions as may be imposed or issued from time to time by the Board pursuant to the Accord Acts or regulations thereunder, including those made pursuant to the Requirements referred to in paragraph one (1) above.
4. Evidence of financial responsibility, as required by Sections 168 of the Canada-Nova Scotia Offshore Petroleum Resources Accord Implementation Act¹ and 160 of the Canada-Nova Scotia Offshore Petroleum Resources Accord Implementation (Nova Scotia) Act² shall be maintained at all times by the Operator.
5. The following conditions of indemnity shall apply with respect to the conduct of all work or activity relating to this Authorization:
 - a) the Operator shall indemnify affected parties for any costs, expenses, damages, claims or losses attributable to the fault or negligence of the Operator, its contractors or subcontractors, in conducting the work or activity;
 - b) such indemnity shall include any legal costs or expenses incurred by the Board, Chief Conservation Officer, the Chief Safety Officer or their designates in pursuing or defending any legal proceedings respecting the work or activity, except to the extent a court may otherwise decide; and
 - c) such indemnity does not suspend or limit:
 - i) any legal liability or remedy for an act or omission by reason only that the act or omission is an offence or gives rise to liability under the Accord Acts;
 - ii) any recourse, indemnity or relief available at law to a person who is liable under the Accord Acts against any other person; or
 - iii) the operation of any applicable law or rule of law that is not inconsistent with the Accord Acts.
6. This Authorization shall be effective for a period of twenty-four (24) months from the date hereof, unless earlier revoked.

Canada-Nova Scotia Offshore Petroleum Board

DATE _____, 20_____

BY: _____
chief executive