



Early Morning Discussion  
Proposed Well Administration Agreement  
May 28, 2008

*Moderated by Jan McLean*

# What is a Well Administration Agreement?

- Limited to the administration of wells and providing production accounting
- Intended for use when contract operating is not provided

# Why is a Well Administration Agreement Model required?

- Industry practices have changed
- Additional changes expected with increasing labor and fuel costs
- No current PJVA model
- Not covered under Gas Handling Agreement
- Communication & data clarity
- Rights, responsibilities and remedies

# How is the PJVA involved?

Agreements Monitoring Committee & Board  
identified a need for a Well Administration  
Agreement

Requesting input from members

# What is the Purpose of a Well Administration Agreement?

Required when production accounting services are provided by an entity other than the one physically operating the well

## What would it include?

- Everything in the contract well operating agreement that is not related to the physical operation of the well
- Agreement between “Administrator” and “Owner”

# How would it differ from a Contract Well Operating Agreement or a Gas Handling Agreement

- No rights or responsibilities related to well operating or processing would be included

# Discussion Questions

- Who currently uses a WAA?
- What are your experiences with WAA's?
- Should there be a model or should we extend the Gas Handling Agreement?

Any Other Questions?

Suggestions?

Concerns?

# Next Steps

- Potential Task Force to create a proposed Model Well Administration Agreement or write clauses to extend the Gas Handling Agreement.
- If interested in being appointed to this Task Force – contact:
  - Marcel Savoie
  - Martine O'Connor
  - Marilyn McAvoy
  - Jan McLean