PRELIMINARY SCREENING REPORT FORM

PRELIMINARY SCREENER: MVLWB REFERENCE / FILE NUMBER: MV2006A0040 / MV2006L1-0012 TITLE: Well Site G-74, Cameron Hills ORGANIZATION: Paramount Resources Ltd MEETING DATE: April 26, 2007	•	EIRB REFERENCE NUMBER: Report of Environmental Assessment and Reasons for Decision on the Paramount Resources Limited Cameron Hills Extension Project EA03-005 June 1, 2004
Type of Development: (CHECK ALL THAT APPLY)	☑ Requi	d, EIRB Ref. # EA03-005 res permit, license or authorization not require permit, license or authorization
Project Summary		
Cameron Hills Significant Discovery Area. Proposed Wellsite. The National Energy Board approval	osed works include s may include di es. The anticipated	vater license for well sites G-74 and associated Right-of-Ways within the est the construction and maintenance of access, pipeline right-of-way and rilling, completion, evaluation, facility construction and operations and footprint of each well site will be 110m by 110m. The proposed wellsite 30'. Other project components could include:
 Construction of a wellsite, access road access and maintenance to facilitate or use of existing permitted water source. Use of existing, permitted camp sites a Use of existing, permitted winter acces. Use of existing, permitted pipeline rightice crossings over drainage, as require. 	il and gas related a s; t E-73 and K-74; s; tt-of-way; and	
approximately 188 person days during the initial (H-03). Combustible garbage is to be burnt (for approved landfill. Sewage will be treated, mixed	drilling/construction of and wood was and buried in the contractions.	20033 and MV2006A0032 respectively are expected to accommodate in phase. Production staff will be housed at the existing permanent camp te) while non-combustible garbage will be compacted and hauled to an eamp sump. Works will be conducted while the ground is frozen, between expected to commence in January 2006 and continue for a 15 to 20 year
Scope		
		ources Ltd. to construct and maintain a wellsite referred to as G-74 and in the Cameron Hills Area, including the reclamation and abandonment of
Min: 60° 10′, 117° 15′ Ma	ax: 60° 10′, 117° 3	o'
G-74 : 60° 10′ N, 117° 15	, M	
Principal Activities (related to scoping) (CHECK ALL THAT APPLY)		
☐ Construction ☐ Installation ☐ Maintenance ☐ Expansion ☐ Operation ☐ Repair ☐ Research ☐ Water Intake ☐ Other: Deposit of Drill Waste	⊠ Exploration ☐ Industrial ☐ Recreation ☐ Municipal ☐ Quarry ☑ Linear / Cor	□ Decommissioning ☑ Abandonment □ Aerial □ Harvesting ☑ Camp □ Scientific/ ☑ Solid Waste
Principal Development Components (related to Access Road	to scoping)	Waste Management
□ construction □ abandonment/removal		☐ disposal of hazardous waste ☐ waste generation (combustibles incinerated; non- combustibles removed for disposal at approved facility)
modification e.g., widening, straightening		Sewage (treated, then mixed & buried & covered in a

sump at existing camp)

			pling pling gical Testing toration on gical seeding toration gical Testing toration on gical Testing toration gical Testing seeding aring oval of vegetation Bridging
NTS Topographic Map Sheet Number 85C	'S		
Latitude / Longitude and UTM System Minimum latitude 60° 00' Maximum latitude 60° 10' Minimum longitude 117° 15' Maximum longitude 117° 45'	1:		
Nearest Community and Water Body. Ka'a' Gee Tu First Nation, Enterprise, H Cameron River, Tathlina Lake, Hay Riv	lay River, K'atlodeeche First	Nation, West Point First Nation	
Land Status (consultation informatio	n)		
☐ Free Hold / Private ☐ 0	Commissioners Land	□ Federal Crown Land	☐ Municipal Land
Transboundary/Transregional Implic	ations		
☐ British Columbia ☐ Albe	erta od Buffalo National Park	☐ Saskatchewan ☐ Inuvialuit Settlement Region	☐ Yukon
Type of Transboundary Implication:	☐ Impact / Effect	□ Development	
Public Concern: On February 13, 2007 the Board re consultation and accommodation has t Canada responded on behalf of the Croin these circumstances. Further written (DESCRIBE)	aken place in accordance wown and advised the Board the	rith recent court rulings. On March hat, in their opinion, the Crown's leg	9, 2007 Indian and Northern Affairs
PHYSICAL - CHEMICAL EFFECTS IMPACT 1. Ground Water	MITIGATION		CONDITION SECTION LOCATION 26(1)
□ water table alteration			
	Drill wastes contain	ed within sump.	(a) Location and Area
	Addressed through water license condi	present land use permit and tions.	(c) Type and Size of Equipment
	 Encountering Artesi through present Wa 	an Aquifers – Addressed ater Licence Conditions in Part D.	(g) Use, Storage, Handling and Ultimate Disposal of any Chemical or Toxic Material

		(m) Fuel Storage
infiltration changes		
other		
□ N/A		ACTION OF CTION
IMPACT 2. Surface Water	MITIGATION	CONDITION SECTION LOCATION 26(1)
flow or level changes		
	All activities including maintenance procedures and	(a) Location and Area
	vehicular refuelling should be controlled to prevent the entry of petroleum products, debris, slash, rubble or other	(c) Type and Size of
	deleterious substances into the water.	Equipment
	No material should be left on the ice when there is the	(g) Use, Storage, Handling and Ultimate
	potential for that material to enter the water (i.e. spring break-up).	Disposal of any
	All wastes, sewage containments, sumps and fuel caches	Chemical or Toxic Material
	should be located at least 100 metres from the high water mark of any waterbody including ephemeral drainages,	(i) Stoage, Handling
	and be sufficiently bermed or otherwise contained to ensure that these substances do not enter any waterbody.	and Disposal of Refuse or Sewage
		(m) Fuel Storage
	 All spills of oil, fuel, or other deleterious material should be reported immediately to the 24-Hour Spill Line at (867) 920- 	
	8130.	
	 A spill contingency plan should be made available to all persons required to work on site and followed in the event 	
	of a spill.	
	 Drilling fluid used will be water and a non-toxic gel chemical system (Application). 	
	(All of the above addressed through land use permit and water license conditions and/or previously proposed by applicant.)	
	noense conditions affairst previously proposed by approach,	
water quantity changes	 Depth measurements made on proposed water sources, and adherence to DFO guidelines. 	
☑ Drainage pattern changes	Winter crossings should not impede water flow and should	(d) Methods and
<u></u>	be v-notched or otherwise removed prior to spring break-up. If winter crossings are not removed they have the potential). Techniques
	block fish passage often necessary to access spawning	
	grounds.	
☐ temperature		
wetland changes / loss		
other:		
□ N/A		
IMPACT	14.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.	CONDITION SECTION
3. Noise	L	OCATION 26(1)
	 Localized and temporary impact. No mitigation suggested. 	
other: noise increase	23990000	
□ N/A		

(i) Stoage, Handling and Disposal of Refuse or Sewage

MITIGATION **CONDITION SECTION** IMPACT LOCATION 26(1) Land 4. qeologic structure changes (g) Use, Storage. An Emergency Response Plan, which contains a Fuel Spill Contingency Plan, has been submitted to the Handling and Ultimate Disposal of Any MVLWB covering the original Cameron Hills project. Chemical or Toxic This plan will be updated for the new wells. Material The National Energy Board will approve Paramount and/or any contractor's Emergency Response Plan. Part B General Conditions and Part D Conditions Applying to Waste Disposal within the Water License. (f) Control or Duffer zone loss The stream banks and bed should be returned to their Prevention of Ponding original condition following the installation of the pipeline. of Water, Flooding, Erosion, Slides and Every effort should be made to retain riparian vegetation Subsidence of Land as it is critical for the protection of littoral and riparian fish habitats as well as for providing cover and enhancing bank (o) Restoration of the stability. Lands A 100 metre buffer should be maintained between wellsites (q) Matters Not and the high water mark of any waterbody including Inconsistent with the ephemeral drainages. Regulations Reclamation activities should include bank stabilization and re-vegetation as required. This work should be completed prior to spring thaw. (d) Methods and Soil compaction & settling Access routes should follow existing trails, winter roads or Techniques cut lines where possible to minimize unnecessary clearing of vegetation and soil compaction. Destabilization / erosion The stream banks and bed should be returned to their (o) Restoration of the Lands original condition following the installation of the pipeline. If borrow pits or quarries are utilized extraction of material (a) Matters Not should not occur below the water table. Inconsistent with the Regulations The use of material for bridge approaches from existing borrow pits has contributed to erosion problems in the Cameron Hills project area. Measures must be taken to ensure that these problems are not repeated. Winter lake/stream crossings should be located to minimize approach grades and length of crossing, Reclamation activities should include bank stabilization and re-vegetation as required. This work should be completed prior to spring thaw. Sediment and erosion control measures should be implemented prior to, and maintained during the construction phase to prevent entry of sediment into the water. Erosion prone areas should be monitored closely to ensure mitigation measures in place are sufficient. If problems develop that may impact a watercourse, DFO should be notified immediately. Winter crossings should not impede water flow and should be v-notched or otherwise removed prior to spring break-up. Water License Conditions in Part F. Refer to Part F: Conditions Applying to Watercourse Crossing for mitigative conditions. Conditions Applying to Waste Disposal within the Water License. permafrost regime alteration other: explosives/scarring

□ N/A			
	Non Renewable Natural Resources	MITIGATION	CONDITION SECTION LOCATION 26(1)
⊠ resourc	e depletion	 No mitigation - Oil and Gas resources regulated by National Energy Board. 	
other:			
□ N/A			
	Air/Climate/ Atmosphere	MITIGATION	CONDITION SECTION LOCATION 26(1)
Other:	Flaring	 Flaring activities have to conform to National Energy Board requirements under the Canadian Oil and Gas Production and Conservation Regulations. 	
		Paramount will submit to the National Energy Board an Air Emission Mitigation Plan (AEMP) for the	
		development, including the commitment to model emissions to forecast ground level concentrations of SO, and NO _x prior to adding any new emissions source to the field. The modeling is undertaken to demonstrate compliance with ambient air quality standards. Where compliance can not be demonstrated, the AEMP contingency plan for selection of mitigation options to lower emissions would be implemented.	3
		Gas well flaring will not be undertaken concurrently.	
□ N/A			
BIOLOGI	CAL ENVIRONMENT		
IMPACT 1.	Vegetation	MITIGATION	CONDITION SECTION LOCATION 26(1)
☐ specie	s composition		
☐ specie	s introduction		
☐ toxin /	heavy accumulation		
☑ other:	Vegetation Removal	 Access routes should follow existing trails, winter roads or cut lines where possible to minimize unnecessary clearing of vegetation and soil compaction. 	(q) Matters Not Inconsistent with the Regulations
		 Every effort should be made to retain riparian vegetation as it is critical for the protection of littoral and riparian fish habitats as well as for providing cover and enhancing bank stability. 	1 .
□ N/A			
IMPACT 2.	Wildlife & Fish	MITIGATION	CONDITION SECTION LOCATION 26(1)
endange	s on rare, threatened or red species	To mitigate the potential impacts to rare, threatened or endangered species the Mackenzie Valley Impact Review Board has recommended a number of Measures in the Report of Environmental Assessment and Reasons for Decision on the Paramount Resource Limited Cameron Hills Extension Project EA03-005, June 1, 2004. As modified and approved by the responsible Ministers Recommendation 12 requires the formation of the Dehcho Boreal Caribou Working Grouthat will create Management Plans and these	Inconsistent with the Regulations

Management Plans will establish thresholds to be provided to the Board.

As modified and approved by the responsible Ministers Recommendation 13 requires the Board to adopt a 1.8km/km² linear threshold limit for the Cameron Hills area. Additionally, Paramount shall submit annual plans detailing any disturbance to boreal caribou habitat and the state of regrowth. This plan is similar to plans done in Alberta and British Columbia.

The Responsible Ministers approved, Measure 14 requiring Paramount to locate "50 percent of all proposed and planned developments in the Cameron Hills Significant Discovery License...on areas that are currently disturbed (as of the date of Ministerial approval of this Report of Environmental Assessment.)"

fish population changes		
waterfowl population changes		
☑ breeding disturbance	Winter crossings should not impede water flow and should be v-notched or otherwise removed prior to spring break-up. If winter crossings are not removed they have the potential to block fish passage often necessary to access spawning grounds. PART F: Conditions Applying to Watercourse Crossings	(f) Control or Prevention of Ponding of Water, Flooding, Erosion, Slides and Subsidence of Land
□ population reduction	 Water intakes should be properly screened with fine mesh of 2.54 mm (1/10") to prevent the entrainment of fish. Please refer to the Freshwater Intake End-of-Pipe Fish Screen Guideline (DFO, 1995), which is available upon request. Refer to Part C: Conditions Applying to Water Use within the Water License. 	(h) Wildlife and Fisheries Habitat
species diversity change		
health changes (Identify)		
behavioural changes (Identify)		
☑ habitat changes / effects	 Every reasonable effort should be made to minimize the duration of instream work. The stream banks and bed should be returned to their original condition following the installation of the pipeline. Every effort should be made to retain riparian vegetation as it is critical for the protection of littoral and riparian fish habitats as well as for providing cover and enhancing bank stability. Sediment and erosion control measures should be implemented prior to, and maintained during the construction phase to prevent entry of sediment into the 	(q) Matters Not Inconsistent with the Regulations
☑ game species effects	 water. Erosion prone areas should be monitored closely to ensure mitigation measures in place are sufficient. If problems develop that may impact a watercourse, DFO should be notified immediately. To mitigate the potential impacts to Woodland Caribou the Mackenzie Valley Impact Review Board has recommended a number of Measures in the Report of Environmental Assessment and Reasons for Decision on the Paramount Resources Limited Cameron Hills Extension Project EA03-005, June 1, 2004. As modified and approved by the responsible Ministers 	

Cho Boreal Caribou Working Group that will create Management Plans and these Management Plans will establish thresholds to be provided to the Board.

As modified and approved by the responsible Ministers Recommendation 13 requires the Board to adopt a 1.8km/km² linear threshold limit for the Cameron Hills area. Additionally, Paramount shall submit annual plans detailing any disturbance to boreal caribou habitat and the state of regrowth. This plan is similar to plans done in Alberta and British Columbia.

The Responsible Ministers approved, Measure 14 requiring Paramount to locate "50 percent of all proposed and planned developments in the Cameron Hills Significant Discovery License...on areas that are currently disturbed (as of the date of Ministerial approval of this Report of Environmental Assessment.)"

☐ toxins	/ heavy metals		•	
	y changes		Salvage timber used as corduroy or stockpiled in log lecks.	
 agricu	ltural changes			
other:				
□ N/A				
INTERAC	TING ENVIRONMENT			
IMPACT 1.	Habitat and Communities	MIT	GATION	CONDITION SECTION LOCATION 26(1)
predat	or-prey			
⊠ wildlife	e habitat / ecosystem	F 1 8 0 5	As modified and approved by the responsible Ministers Recommendation 13 requires the Board to adopt a .8km/km² linear threshold limit for the Cameron Hills trea. Additionally, Paramount shall submit annual plans detailing any disturbance to boreal caribou habitat and the state of regrowth. This plan is similar to plans done in Alberta and British Columbia.	(q) Matters Not Inconsistent with the Regulations
		r a c	The Responsible Ministers approved, Measure 14 equiring Paramount to locate "50 percent of all proposed and planned developments in the Cameron Hills Significant Discovery Licenseon areas that are currently disturbed (as of the date of Ministerial approval of this Report of Environmental Assessment.)"	
Composi	tion changes			
	tion / removal of or endangered			
remov	ral of wildlife corridor or ne			
other:				
□ N/A				
IMPACT 2.	Social and Economic	MIT	IGATION	CONDITION SECTION LOCATION 26(1)
planni planni conflicts	ng / zoning changes or			
increa	se in urban facilities or			

services use

☐ rental house			
airport operations / capacity changes			
☐ human health hazard			
impair the recreational use of water or aesthetic quality			
affect water use for other purposes			
affect other land use operations			
quality of life changes			
public concern			
other:			
⊠ N/A			
IMPACT 3. Cultural and Heritage	MITIGATION	CONDITION SECTION LOCATION 26(1)	
	MITIGATION		
3. Cultural and Heritage	MITIGATION		
3. Cultural and Heritage ceffects to historic property increased economic pressure on historic properties change to or loss of historic	MITIGATION		
3. Cultural and Heritage Geffects to historic property increased economic pressure on historic properties change to or loss of historic resources change to or loss of	MITIGATION		
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3. Cultural and Heritage deffects to historic property increased economic pressure on historic properties change to or loss of historic resources change to or loss of archaeological resources increased pressure on archaeological sites change to or loss of aesthetically important site	MITIGATION		
3. Cultural and Heritage deffects to historic property increased economic pressure on historic properties change to or loss of historic resources defects to or loss of archaeological resources defects to aboriginal lifestyle	MITIGATION		
3. Cultural and Heritage deffects to historic property increased economic pressure on historic properties change to or loss of historic resources change to or loss of archaeological resources increased pressure on archaeological sites change to or loss of aesthetically important site effects to aboriginal lifestyle other:	MITIGATION		

Consultation

- Pursuant to Section 27 Subsections (a) and (b) of the Deh Cho First Nations (DCFN) Interim Measures
 Agreement, the MVLWB determined that written notice was given to the DCFN and that a reasonable period of time
 was allowed for DCFN to make representations with respect to the application.
- Pursuant to Schedule 4.1 of the Northwest Territory Metis Nation (NWTMN) Interim Measures Agreement, the MVLWB determined that written notice was given to the NWTMN and that a reasonable period of time was allowed for NWTMN to make representations with respect to the application

PRELIMINARY SCREENER / REFERRING BODY INFORMATION

(CHECK ALL THAT APPLY)

FIRST NATIONS/ ABORGINAL ORGANIZA	Hay River Métis Government Council
President Vern Jones	Fort Providence Métis Council #57
President Albert Lafferty	Deh Gah Got'ie Dene Council
Chief Berna Landry	West Point First Nation
Chief Karen Felker	K'atlodeeche First Nation
Chief Alec Sunrise	Volaiges Tu First Nation
Chief Lloyd Chicot	Legal Counsel - Ka'a'gee Tu First Nation
Mandell Pinder, Barrister & Solicitors	Dehcho First Nations
Grand Chief Herb Norwegian	Northwest Territory Métis Nation
President Robert Tordiff	Fort Providence Resource Mgmt Board
Darren Campbell	Done Nation
Shirley Cook	Deh Cho Land Use Planning Committee
Heidi Wiebe	Dano Tha' First Nation
Chief James Ahnassay Robert Freedman, Cook Roberts	Legal Counsel - Dene Tha' First Nation

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		The last transfer of the last being
	COMMONIALI	Town of Hay River
ľ	Mayor John Pollard	Hamlet of Fort Providence
à mar	Mayor Tina Gargan	Enterprise Settlement Corporation
1	Mayor Dave Richards	

GOVERNMENT - GNWT	GNWT-Prince of Wales Heritage Museum
Tom Andrews	
Mark Davy	(2) 1771
Jason McNeill	GNWT - DOT
Michael Brown	GIVVI - Read
Duane Fleming	
Greg Brady	and (1.10) (1.10

GOVERNMENT - FEDERAL	South Mackenzie District Office
Darnell McCurdy	Courth Mackenzie District Office
Kathleen Racher	Minoral & Pelluculii 10000.
Carolyn Relf	Policy & Planning Directorate,
Julie Jackson	Environment Canada
Mike Fournier	DFO
Bruce Hanna	Company of the Compan

	and the state of t
OTHERS	Consultant
Joe Acorn	CPAWS
Karley Ziegier	MVEIRB
Vern Christensen	NEB
Bharat Dixit	NEB

REASONS FOR DECISION (LIST ALL REASONS AND SUPPORTING RATIONALES FOR PRELIMINARY SCREENING DECISION)

DECISION:

Written Reasons for Decision issued under separate cover.

	PRELIMINARY SCREENING DECISION
×	Outside Local Government Boundaries
	The development proposal might have a significant adverse impact on the environment, refer it to the EIRB.
☒	Proceed with regulatory process and/or implementation.
	The development proposal might have public concern, refer it to the EIRB.
	Proceed with regulatory process and/or implementation.
	Wholly within Local Government Boundaries
	The development proposal is likely to have a significant adverse impact on air, water or renewable resources,
	refer it to the EIRB. Proceed with regulatory process and/or implementation.
	The development proposal might have public concern, refer it to the EIRB.
	Proceed with regulatory process and/or implementation.
Preliminary Screening Organization Mackenzie Valley Land and Water Board Signatures	
April 27, 2007	