



INTRODUCTION TO EPAP

EPAP was designed to achieve a reasonable level of assurance over compliance to AER measurement and reporting requirements, while over time, increasing levels of compliance with such requirements.

The transition to EPAP is bringing about a shift to a collaborative, risk and controls-based audit approach in which the development and implementation of EPAP components will take priority.

ECLIPSE –VALUE PROPOSITION SUMMARY

Eclipse is a leader in Regulatory Compliance in Western Canada. Our commitment to 100% compliance is matched only by our track record of delivering – on time and on budget.

At Eclipse, Ali Hasnain (Project Manager) leads the EPAP team – Ali designed EPAP and Directive 076 as Production Audit Team Lead at the AER from 2008 to 2011. In this role, Ali led the team now responsible for reviewing your EPAP compliance. Since then, Ali has assisted approximately 100 companies with EPAP, and with building risk mitigation and controls strategies across their business – an approximately 15% market share!

ECLIPSE – SUMMARY OF WORK

We have the track record to back up our claims.

The following is a partial list of companies Eclipse has contributed to in an EPAP and/or Regulatory capacity:

Conventional Producers:

Taq North Ltd.
Keyera Energy
Storm Resources
Artek Exploration
Tangle Creek Energy
DeeThree Exploration
Barnwell of Canada Ltd.
Quicksilver Resources
Pengrowth Exploration
Paramount Energy

Bumper Exploration
Delphi Energy
Mosaic Energy
Tri-Oil Resources
Cequence Energy

Heavy Oil Producers:

OSUM Oil Sands
Southern Pacific
Twin Butte Energy
Athabasca Oil Sands

EPAP VALUE PROPOSITION and EXPERIENCE BY TOPIC

AER Directive 076

Value Proposition:

1. With the release of AER Directive 076 (Operator Declaration Regarding Measurement and Reporting Requirements), your organization is required to comply with the requirements of EPAP.
2. Eclipse offers an in-depth understanding of the Directive, its requirements, non-requirements, nice-to-haves, and other nuances that only first-hand experience building the Directive can provide.

AER Experience (2008-2011):

Led the release of AER Directive 076 (Operator Declaration Regarding Measurement and Reporting Requirements) as follows:

1. Executed and reviewed the drafting of text for Directive 076.
2. Provided direction and review feedback on:
 - a. Description and risk-rating of EPAP noncompliance events
 - b. Definition of the EPAP reporting themes

Consulting Experience (2011 to date):

1. Assisted dozens of producers of all sizes comply with Directive 076 requirements.
2. Enabled producers to save time and money in achieving required compliance, not unnecessary add-ons and scope modifications.

EPAP Remediation and Declaration

Value Proposition:

1. Based on knowledge of actual Industry approaches, will offer suggestions regarding a customized approach to EPAP that fits your organization, and satisfies the AER.
2. Intimate knowledge of EPAP Reporting themes, input requirements within the EPAP System and controls/evaluation reconciliation so as to avoid a call from the AER.

AER Experience (2008-2011):

1. Led all AER reviews of Industry implementation work performed through February 2011.
2. Participated in each face-to-face meeting held by the AER with Industry, regarding EPAP implementation.
3. Supervised the AER staff in building the system functionalities related to the EPAP Declaration. For example: offered input towards creation of the Declaration Theme Finding Window (where data is entered).

Consulting Experience (2011 to date)

1. Led all AER reviews of Industry implementation work performed through February 2011.

Designing, Documenting and Auditing Controls

Value Proposition:

Offer 12+ years as an Internal Auditor, with an experience-based knowledge of what works, and what does not. Possess the ability to guide your organization through each stage of the risk and controls process as it relates to volumetric measurement and reporting.

Experience:

A track record of building audit best practices across various sized companies, most recently at the AER as Team Leader, Production Audit.

Compliance Assessment

Value Proposition:

1. Possess thorough knowledge of each released (and upcoming) Compliance Assessment Indicator, along with knowledge as to how the AER may choose to approach escalation of specific indicators with your organization.
2. Can assist your organization with establishing a planned, systematic system to approaching the CA process – an approach that works!

AER Experience:

1. Led AER work in enhancing Industry uptake of EPAP, in explaining to Industry the features, benefits, and rationale of the EPAP Compliance Assessment process.
2. As member of the EPAP Compliance Assessment Sub-committee, assisted in the creation of an initial set of candidate Compliance Assessment Indicators (CAI's).
3. Contributed to the accuracy and completeness of the Compliance Assessment process.

Navigating the DDS maze

Value Proposition:

Eclipse can assist your organization with any and all DDS issues - troubleshooting system access problems, managing Action Items/Voluntary Self-Disclosures, dealing with each aspect of using the EPAP system.

AER Experience:

1. Served as the internal AER EPAP System Administrator from 2010 onwards.
2. Gained an early, in-depth knowledge of all aspects of the EPAP system including key features such as Compliance Assessment reporting and Declaration submission process.
3. Led EPAP system testing prior to opening of the system to Industry in January 2010, the beginning of the Trial Declaration year. Offered input and suggestions with respect to the functionality and appearance of screens within the system.
4. Identified improvements for the system.

AER Training

Value Proposition:

Capable of offering unique insights into how the AER may choose to approach escalation under EPAP, how the collaborative approach works, what pitfalls to avoid and where to proactively dedicate resources.

AER Experience:

Improved internal AER understanding of the EPAP approach and components, in conducting extensive internal training.

Industry Training

Value Proposition:

Demonstrated ability to clearly explain the bottom-line about EPAP, including implementation approaches and dealing with the System.

AER Experience:

1. Led monthly EPAP Information Sessions held at the AER through the mid and latter parts of 2010.
2. Assisted EPAP Project Team deliver two "mega" training events in 2009 and 2010 – 400+ attendees at each.
3. Contributed to the creation and design of the EPAP section of the AER website.
4. Responsible for updates to the EPAP section of the AER website in order to provide resources and current information to Industry, including updates on progress, notices to Industry, and Frequently Asked Questions (FAQ's).

Operator Handbook and Guide Maintenance

Value Proposition:

Numerous EPAP-related artifacts have been published by the AER. Eclipse can walk your organization through the maze, honing in on what is key and critical.

AER Experience (2008-2011):

Contributed to the accuracy, completeness and relevance of EPAP-related documentation, as follows:

1. Updated and maintained all Handbooks and Guides, in particular the "EPAP Operator's Handbook" and "Using the EPAP System, for Operators" documents.