

December 9, 2010

INFORMATION BULLETIN 2010-05

Subject: Changes to Transitional Election (Royalty Rates) and ‘Opting Out’

As announced in May 2010, effective **January 1, 2011** transitional election will no longer be available. Transitional election, for an eligible well, must be made on or before **December 31, 2010**, whether the well is producing or not.

The licensee of an eligible well event may opt out of a transitional election on the Petroleum Registry of Alberta between **January 1, 2011 and February 15, 2011**. After February 15, 2011, licensees will no longer be able to ‘opt out’ of transitional royalty.

Wells that have transitional election and have not ‘opted out’ will continue to receive transitional royalty rates until the December 2013 production period.

For further information please contact:

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