

June 2, 2009

Distribution:

Re: Deer Lake Oil & Gas Inc. 2009 Seismic Program Offshore Western NL Federal Coordination Regulations Section 5 Notification

On May 29, 2009, Deer Lake Oil & Gas Inc. submitted to the Canada-Newfoundland and Labrador Offshore Petroleum Board (C-NLOPB) a project description for a proposed 2D seismic survey program offshore western Newfoundland Offshore (the Project). The C-NLOPB determined that the Project would require an authorization pursuant to Section 138(1)(a) of the *Canada-Newfoundland Atlantic Accord Implementation Act* and Section 134(1)(a) of the *Canada-Newfoundland and Labrador Atlantic Accord Implementation Newfoundland and Labrador Act*.

The attached project description outlines the activities proposed for the seismic program. A 2D marine seismic survey is planned on Exploration Licence 1102 and in adjacent areas. In addition, the scoping document has been attached for your information.

The C-NLOPB has determined, in accordance with paragraph 3(1)(a) of the *Regulations Respecting the Coordination by Federal Authorities of Environmental Assessment Procedures and Requirements* (FCR), that an environmental assessment of the project under section 5 of the CEA Act is required. Pursuant to Section 12.2(2) of CEA Act, the C-NLOPB is assuming the role of the Federal Environmental Assessment Coordinator (FEAC) for this screening.

This letter seeks, pursuant to the FCR, to identify the departments or agencies that may have obligations as responsible authorities or as federal authorities and to set a timetable for conducting a screening.

Timing of Assessment

The C-NLOPB requests that the screening be carried out in as timely a manner as possible, and propose the following schedule:

Federal Coordination Request – determination of RA responsibilities	Response by June 17, 2009
Review of draft EA	Response approximately 6 weeks after receipt of document.
Review of revised EA or addendum, if required	Response approximately 3 weeks after receipt of document.
Preparation of EA determination by Responsible Authority(s)	1 weeks for completion (may commence during review of final EA or addendum); includes review of all drafts.

CEA Act Federal Coordination Regulations - Section 5 Notification

- Pursuant to section 5 of the CEA Act Federal Coordination Regulations, the C-NLOPB requests that you review the attached information and inform the C-NLOPB by <u>June 17, 2009</u> of your determination pursuant to subsection 6(1) of the CEA Act Federal Coordination Regulations.
- If you determine that you are likely to require an environmental assessment of the project, please advise the C-NLOPB of any approvals or authorizations to be exercised by your department.
- If you determine that you are in possession of any specialist or expert information or knowledge pursuant to paragraph 6(1)(c) of the CEA Act Federal Coordination Regulations, please advise the C-NLOPB of the nature of that information or knowledge and the person to contact for assistance by **June 17, 2009**.

A "Faxback Response Form" has been provided for your convenience. If no response is received from you by the date indicated above, the C-NLOPB will assume that your department or agency has no responsibility to undertake an environmental assessment and is not in possession of specialist or expert information or knowledge.

Species at Risk - Section 79(1) Notification of Competent Minister

Pursuant to Section 79(1) of the *Species at Risk Act (SARA)*, the C-NLOPB hereby informs the Minister of Environment and the Minister of Fisheries and Oceans (the Competent Ministers) that the following Schedule 1 Species are likely to be in the project area under the jurisdiction of the C-NLOPB. A determination of the likelihood of adverse affects on these species will be undertaken during the screening process. .

• Endangered: Turtle, Leatherback (*Dermochelys coriacea*)

Whale, Blue (Balaenoptera musculus)

Whale, North Atlantic right (Eubalaena glacialis)

Whale, Northern bottlenose (*Hyperoodon ampullatus*) (Scotian Shelf population)

Gull, Ivory (Pagophila eburnea)

• Threatened: Wolffish, Northern (*Anarhichas denticulatus*)

Wolffish, Spotted (*Anarhichas minor*)

Whale, Beluga (*Delphinapterus leucas*) (St. Lawrence Estuary population)

• Special Concern: Wolffish, Atlantic (Anarhichas lupus)

Whale, Fin (Balenoptera physalus)

Whale, Sowerby's beaked (Mesoplodon bidens)

Cod, Atlantic (Gadus morhua)

If you have any questions on the attached, or wish to discuss the above, I may be reached at 709-778-4232 or via email at <eyoung@cnlopb.nl.ca>.

Yours truly,

Original Signed by E. Young

Elizabeth Young

Environmental Assessment Officer

Attachments

cc D. Burley

DISTRIBUTION:

Federal Agencies	
Ms. Carole Grant	Mr. Glenn Troke
Department of Fisheries and Oceans	Environment Canada
P. O. Box 5667	Newfoundland District Office
St. John's, NL A1C 5X1	6 Bruce Street, Mount Pearl, NL A1N 4T3
Mr. Randy Decker	Ms. Allison Denning
Transport Canada	Health Canada
P. O. Box 1300	Healthy Environments and Consumer Safety
St. John's NL A1C 5X1	Branch
	Suite 1625, 1505 Barrington Street
	Halifax, NS B3J 3Y6
Mr. Bill Coulter	Mr. Samson Dazogbo
Canadian Environmental Assessment Agency	Natural Resources Canada
1801 Hollis Street, Suite 200	580 Booth Street, 3rd Floor
Halifax, NS B3J 3N4	Ottawa, Ontario K1A 0E4
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National Defence	
P. O. Box 99000	
Stn. Forces	
Halifax, NS B3K 5X5	
Provincial Agencies	
Mr. Bas Cleary	Mr. Tom Dooley
Department of Environment and Conservation	Department of Fisheries and Aquaculture
P. O. Box 8700	P.O. Box 8700
St. John's, NL A1C 4J6	St. John's, NL A1C 4J6
Mr. Fred Allen	
Department of Natural Resources	
P. O. Box 8700	
St. John's, NL A1C 4J6	

Federal Coordination Regulations Section 6 - Record of Determination

Project Title:	Marine Seismic Profiling on EL 1102 and in Adjacent Areas	
Location:	Western NL	
Proponent:	Deer Lake Oil & Gas Inc.	
FEDERAL AUTHOR	RITY:	
NAME & TITLE:		
SIGNATURE:	DATE:	
Environmental Assessar description and advises	e Section 6 of the Federal Coordination Regulations, under the <i>Canadian</i> ment Act (CEAA), the Federal Authority identified above, has reviewed the property you of the following:	oject
(a) It is likely to re	equire an environmental assessment of the project	
Trigger	Proponent	
	Land Transfer Law List	
Law List Trigger:		
(b) it is not likely to	to require an environmental assessment of the project	
•	sion of specialist or expert information or knowledge that conduct the environmental assessment of the project	
OR		
(d) additional inform	nation is required to make a determination	
	to (d) is "yes", the Regulations require that the additional information be hin 10 days after making the determination.	
Identify the contact p	person for the environmental assessment, if different from above.	
Name & Title	e:	
Address:		
Telephone/F	Fax:	
e-mail:		