

HIGHLIGHTS: OIL AND NATURAL GAS TENURE



Statute		Oil and Natural Gas Act	
Date Enacted		2001	
Regulation		Survey System 86-190 (Amended)	
		Geophysical Exploration 86-191	
		Licence to Search & Lease 2001-66 (Amended)	
		Prohibition Against Hydraulic Fracturing Regulation, NB Reg 2015-28	
Agreement		Licence to Search	Lease
Method of Procurement		Public Tender	Conversion from Licence to Search or Public Tender
Tender Fee		\$250.00	\$250.00
Size	Minimum	Special spacing area as determined by Minister	Special spacing area as determined by Minister
	Maximum	< 100 sections	< 100 sections
Term		3 years	5 years
Renewals, Years		Unlimited - one year terms	Continuance
Rent		\$0.15 ha/yr	\$4.00 ha/yr
Term of Agreement and Commitment		3 year term with minimum work commitment of \$10.00/ha for term	5 year term. Commitment equal to or exceed bid (min. \$2.50 ha). Continuance and extension based on portion of lease producing or capable of producing in paying quantity
Security \$/Work		Yes	N/A

This table, for general information only, is a brief overview of the tenure system for Oil and Natural Gas Act. For specific legal use, reference is to be made to the Act and Regulations which can be accessed electronically from http://www2.gnb.ca/content/gnb/en/departments/attorneygeneral/acts_regulations.html