



# British Columbia's Offshore Resources: Update and Outlook

Presented to
the Maritime Awards Society of Canada
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OFFSHORE
OIL AND GAS

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## Outline

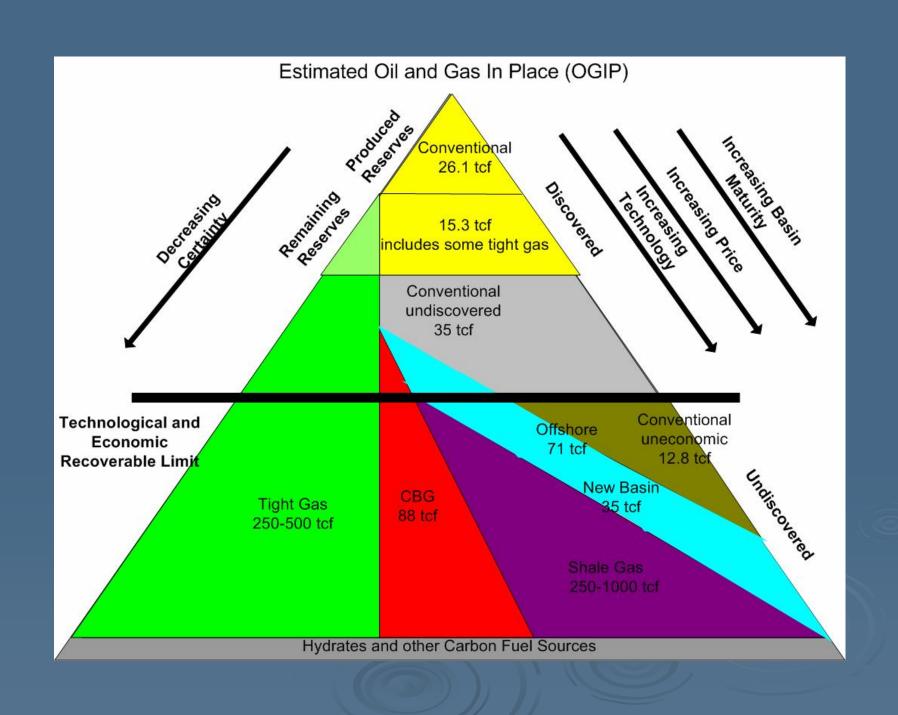
- > History
- Context
- > Recent Events
- > Connections
- > Conclusions

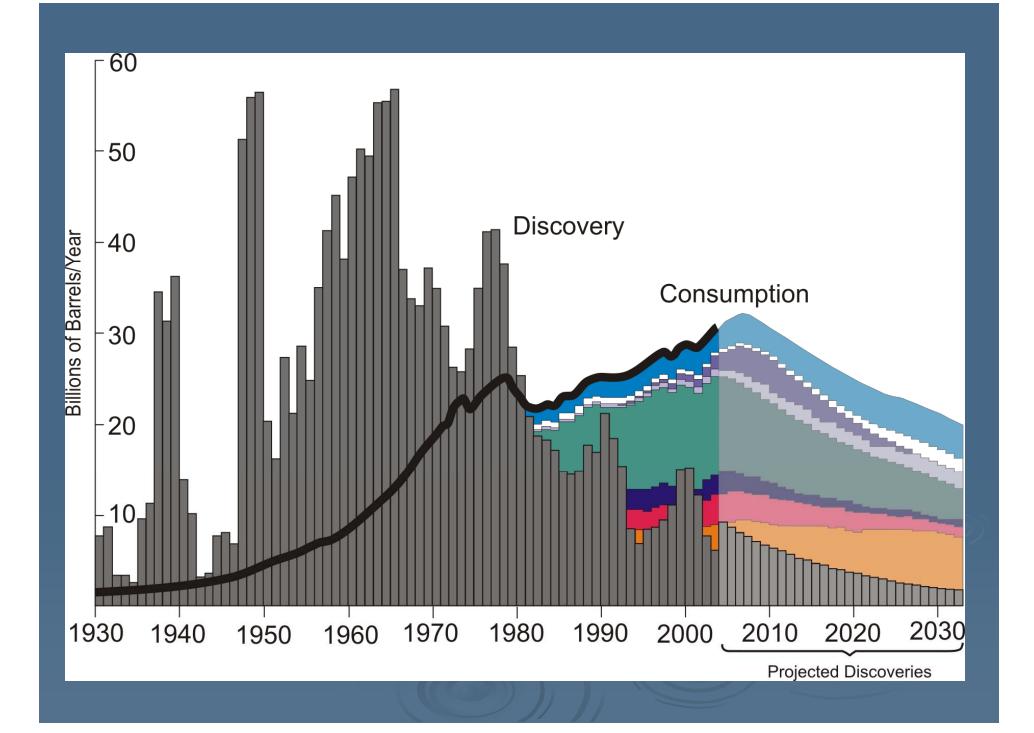


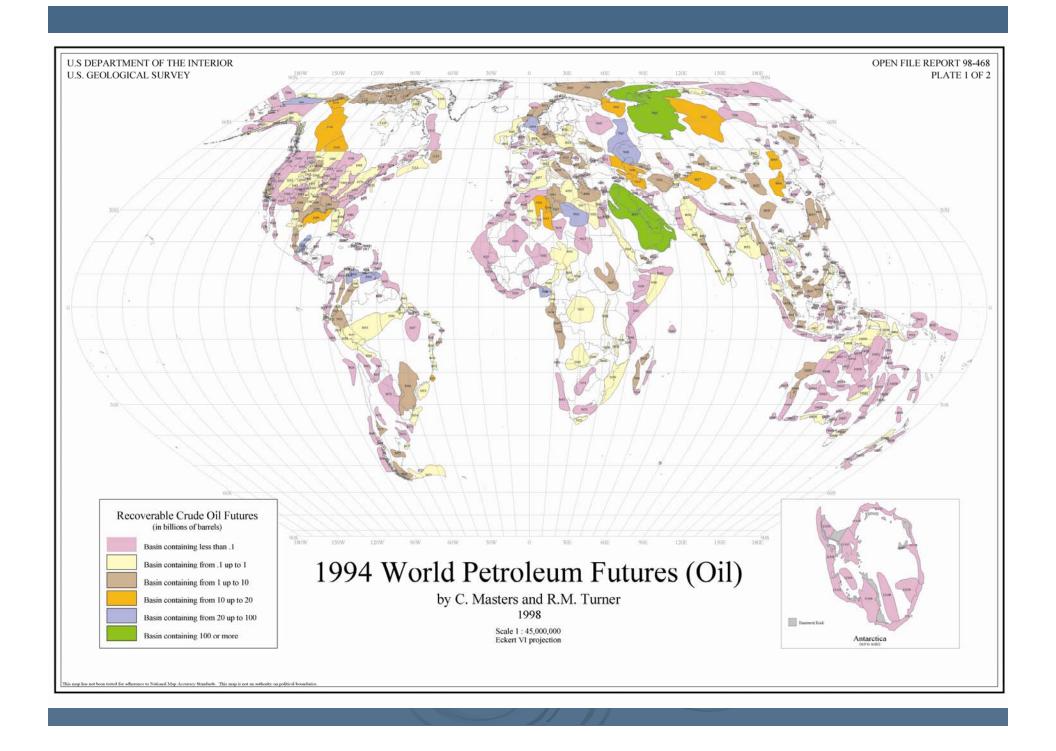
## Queen Charlotte Basin Oil and Gas Wells Exploration Wells 20km Exclusion Zone Multiple Lane Highway Other Highway Other Road - Gravel or Dirt Ferry /\/ International Border // Bathymetric Contours (m)

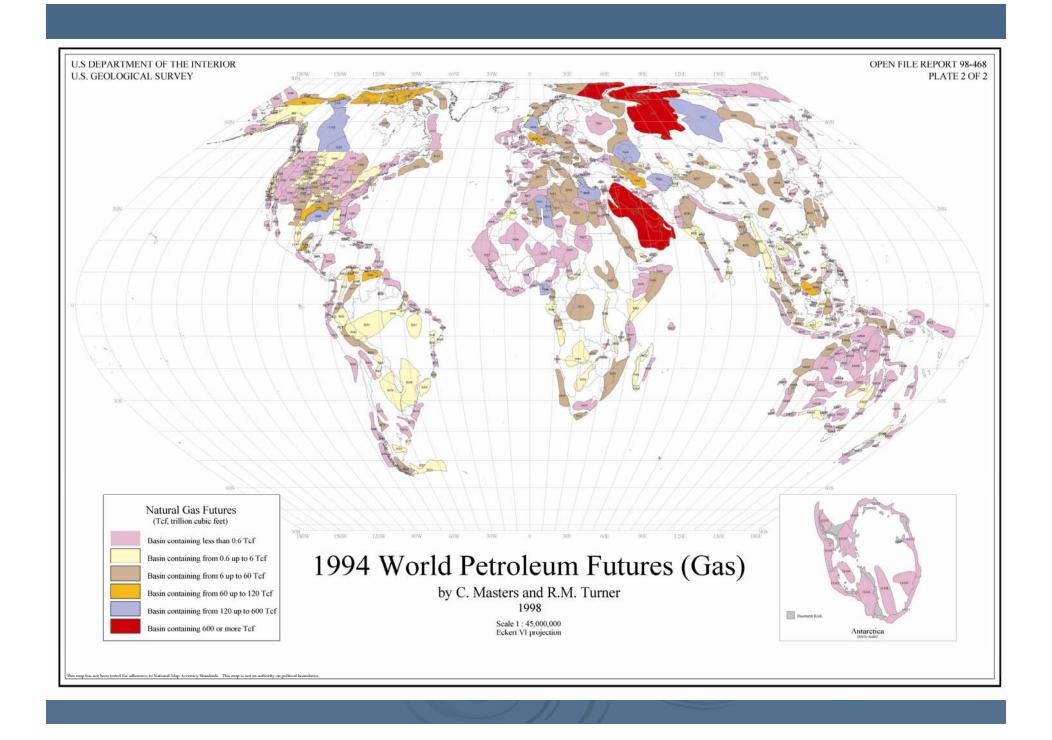
## History

- 1949 Drilling for oil in the Queen Charlotte region
- 1967-1968 Shell Canada drills 14 wells in the offshore in the region from Barkley Sound north through Queen Charlotte Sound and Hecate Strait.
- 1971 The British Columbia legislature passes a resolution opposing tanker traffic off the west coast.
- 1972 The Federal Government announces a moratorium on tanker traffic and offshore exploration and development.
- 1984-1986 Federal-Provincial Environmental Review Panel assesses potential environmental and socio-economic effects of offshore oil and gas exploration. Final report recommends exploration could proceed subject to 92 specific recommendations.
- 1986-1989 British Columbia and Canada conduct negotiations on management of offshore oil and gas exploration and development (the Pacific Accord).
- 1989 British Columbia announces there will be no drilling offshore for at least five years (the provincial moratorium). Canada announces it will not consider any development in the offshore until requested by British Columbia.
- 2001 Provincial Election.

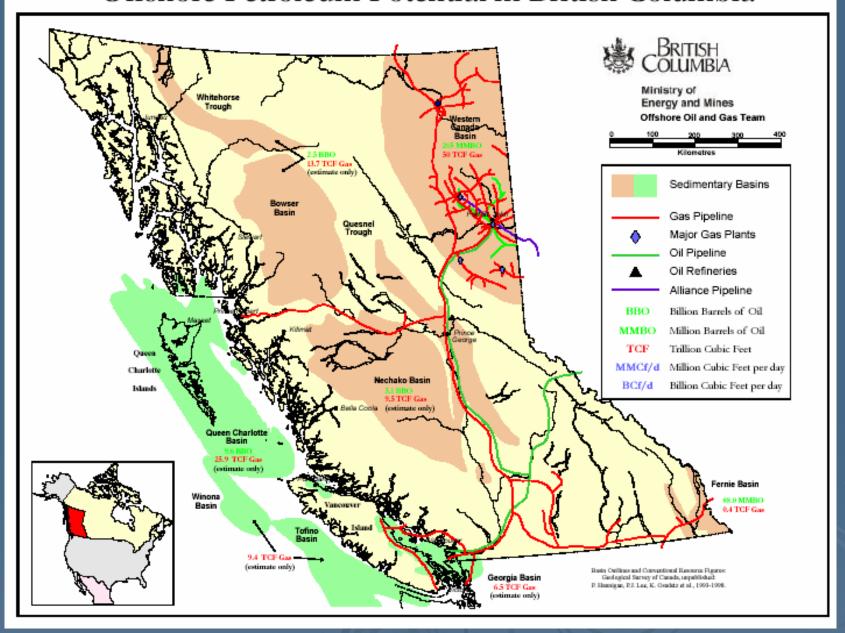








#### Offshore Petroleum Potential in British Columbia



### Recent Events

- > 2001 Offshore Oil and Gas Technology Update
- 2002 British Columbia Offshore Hydrocarbon Development: Report of the Scientific Review Panel
- 2004 Report of the Expert Panel on Science Issues Related to Oil and Gas Activities, Offshore British Columbia
- 2004 Report of the Public Review Panel on the Government of Canada's Moratorium on Offshore Oil and Gas Activities in the Queen Charlotte Region, British Columbia
- 2004 Rights, Risks and Respect: A First Nations Perspective on the Lifting of the Federal Moratorium on Offshore Oil & Gas Exploration in the Queen Charlotte Basin of British Columbia

## One company's assessment

**Technical** 



Prospectively highly uncertain, technology exists, environmental must be addressed (appears doable)

**E**conomic



Costs and economics uncertain

Commercial



Market outlook very favourable

**O**rganizational



Industry capability exists, limited current capacity for West Coast Offshore

Political/societal

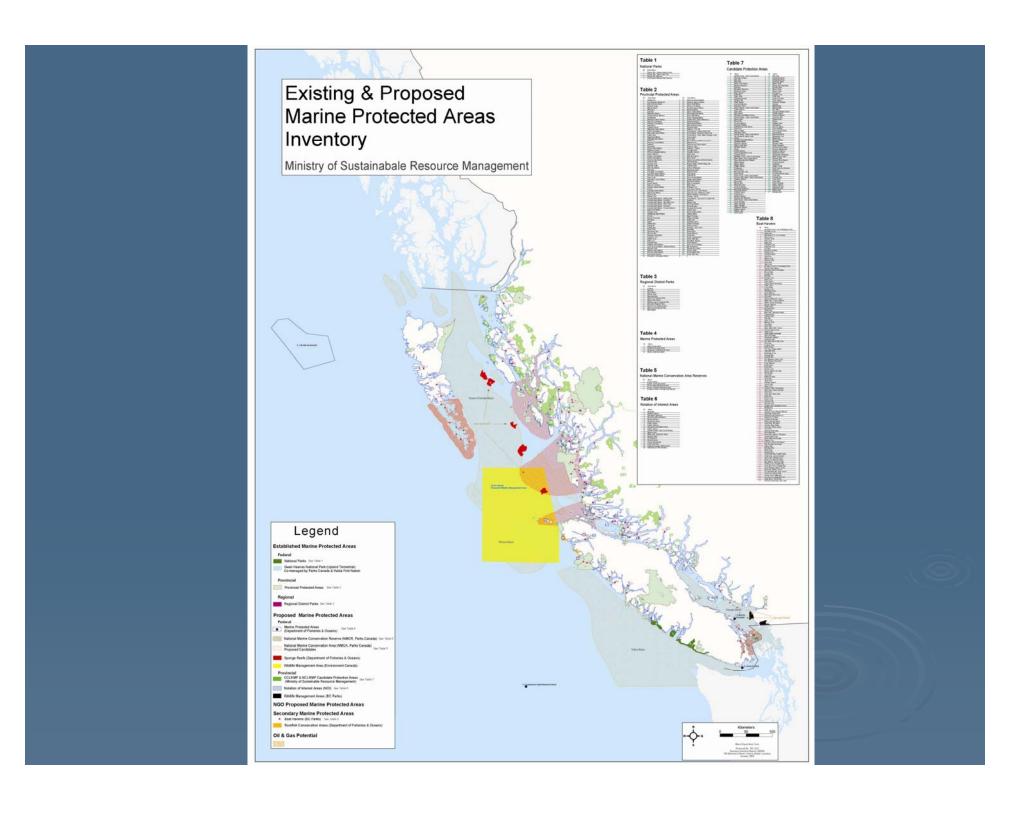


Jurisdiction, fiscal, regulatory framework are undefined, meaningful First Nations engagement required...mixed stakeholder messages

## Provincial Approach

- Work with First Nations, coastal communities and stakeholders
- Refine Options for Management Regulatory Regime
- Continue to support research and science related to offshore





#### Protected and Proposed Protected Areas in the Queen Charlotte Basin

