

NOTICE OF SPECIFIED PENALTY

Date of Issue: May 15, 2018		Payment Due Date: June 14, 2018	
MSA File Number	2018-117	Specified Penalty Amount	\$500
Registered Entity Name	MEG Energy Corp.		
Asset ID (if applicable)	MEG1	Self-Report	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
ISO Rule	201.7	Date of Contravention	December 21 to 22, 2017
Date of Referral/Self Report	April 9, 2018	This is the first contravention by this asset for this rule within a rolling 12 month period.	

EVENT DETAILS

Between approximately 23:43 on December 21, 2017 to 00:07 on December 22, 2017, generating asset MEG1 received eight dispatches, seven of which timed out without acknowledgement. Subsection 5 of section 201.7 of the ISO rules states, in part:

A pool participant must acknowledge receipt of a dispatch:

- (a) in the case of an automated message and unless the pool participant has notified the ISO of an unavailability in accordance with subsection 4(1)(a) by responding via the Automated Dispatch and Messaging System:
- (i) within two (2) minutes for an intra-Alberta transaction; [...]

FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of ISO rule 201.7.

MATERIAL FACTS

The material facts relied upon by the MSA include the following:

1. AESO dispatch data for MEG1 for December 21 and 22, 2017.
2. AESO information request issued to MEG Energy Corp. dated March 22, 2018.
3. MEG Energy Corp.'s response to the AESO information request dated April 2, 2018.
4. Referral from the AESO to the MSA dated April 9, 2018.

DELIVERY OF PAYMENT

Payment by cheque or certified funds is to be made out to the "General Revenue Fund c/o Minister of Finance", and delivered to the Alberta Utilities Commission (AUC) at: 1400, 600 – 3rd Avenue S.W., Calgary, Alberta, T2P 0G5. Questions in respect of delivery of payment should be directed to the AUC. The payment should reference this notice and related MSA File #. Delivery of payment should also be confirmed by email to compliance@albertamsa.ca, with copy to the following AUC personnel: Jeremy Smith (Financial Accountant) Jeremy.Smith@auc.ab.ca, and Greg Andrews (Investigator) Greg.Andrews@auc.ab.ca.

NOTICE

The Market Surveillance Administrator (MSA) is granted the power and authority under s. 52 of the *Alberta Utilities Commission Act* to issue a Notice of Specified Penalty where the MSA is satisfied that a person has contravened an ISO rule. Specified penalties are set out in AUC Rule 019.

In accordance with the relevant enactments and rules, a dispute regarding the issuance of a Notice of Specified Penalty or failure to pay the specified penalty in accordance with this notice will result in a hearing or other proceeding before the AUC.

In accordance with s. 5(1) of AUC Rule 019 this Notice of Specified Penalty will be made public no earlier than receipt of confirmation of payment from the Commission and no later than 45 days after issuance. The MSA will, if applicable, also post on its website the link to any decision of the AUC respecting the specified penalty.

If your organization disputes the issuance of this Notice of Specified Penalty, or if you have any other questions or comments regarding this matter, please contact the MSA compliance team at compliance@albertamsa.ca.

SIGNATURE

Signature	"Original Signed"	Signature Date	May 15, 2018
Name	Andrew Wilkins	Title	Manager, Compliance