

RSA/ Wall Sits.

5940. 84m. 59940-16.

April 28, 1997

Novagas Clearinghouse Ltd. Suite 800, 707 Eighth Avenue S.W. Calgary, Alberta T2P 3V3

Attention: David Lui, P. Eng.

Dear Sir:

Re: Your April 25, 1997 Letter Concerning WA 7961 Norcen Caribou c-4-G/94-G-7 Temporary Acid Gas Injection Into Halfway Formation

In response to the telephone discussions on April 25, 1997 between you and D. E. Krezanoski of this office the above letter and attachments were reviewed.

It requested to amend Approval 97-16-001 of April 23, 1997 statement No. 9 to allow a down hole check-valve which operates "fail safe" but which is not linked to H_2S detector heads at the wellhead.

Provided that the check-valve is well maintained, the request is found acceptable and hereby approved since statement No. 15 of Approval 97-16-001 permits issuance of general guidelines regarding the operations of the acid gas injection scheme.

If you have any questions, please contact the undersigned at (250)-262-3305.

Yours truly,

David E. Krezanoski, P. Eng. Operations Engineer, Production

David Kregorski

DEK

cc: Bou van Oort, Director Engineering and Operations Branch

Facsimile: (250) 787-3445