

August 14, 1998

Mr. Steve Raffa Completions Engineer AEC West 3700 707 8th Ave SW Calgary AB T2P 1H5

Copies for Approval Letters to Industry (9) RE: Commingled Production			
	G.Miltenberger		Resource Revenue
	Data Mgmt		P.S. Attariwala
Karen	R. Stefik		G. Farr
	Wellfile (originals)		Daily
	59070-20		

93P9H29-59070-20

980642

Dear Mr. Raffa:

RE: APPLICATION FOR COMMINGLED PRODUCTION AEC SWAN a-29-H/93-P-9; WA# 10385

The Ministry has reviewed your application dated July 13, 1998, requesting permission to commingle gas production from the upper and lower Montney zones encountered in the subject well.

Reservoir pressure and fluid composition are similar for these pools. Commingling would increase the producing life of the well, thereby increasing the recoverable reserves. We wish to advise you that your application to commingle production from these zones is hereby approved, under the authority of Section 44 of the *Drilling and Production Regulation*, subject to the following conditions:

- 1. Production from the upper Montney (2448.0 2463.0 mKB) and lower Montney (2659.5 2692.0 mKB) zones may be commingled.
- 2. Gas, condensate and water production should be allocated on the BC S-1 and BC S-2 forms on the basis of upper Montney 76% and lower Montney 24%.
- 3. This approval may be modified at a later date if deemed appropriate through a change in circumstances.

Sincerely

B. van Oort, P. Eng.

Director

Engineering and Operations Branch

PSA/mef

Ministry of Energy and Mines

Energy and Minerals Division Engineering and Operations Branch

Mailing Address: PO Box 9326 Stn Prov Govt Victoria BC V8W 9N3

Telephone: (250) 952-0302 Facsimile: (250) 952-0291 Location: Sixth Floor 1810 Blanshard Street Victoria BC V8T 4J1