



June 8, 1998

File: 7250-4100-59070-20  
Ref: 980483

Mr. Will Yakymyshyn, P. Eng.  
Engineer, Exploitation  
Anderson Exploration Ltd.  
1600, 324 - 8<sup>th</sup> Avenue S.W.  
Calgary, AB T2P 2Z7

Copies for Approval Letters (3)  
Commingled Production  
*Resource Revenue.*

<input type="checkbox"/>	G. Miltenberger
<input type="checkbox"/>	P. S. Attariwala
<input checked="" type="checkbox"/>	R. G. Stefik
<input type="checkbox"/>	G. Farr
<input type="checkbox"/>	Wellfile (originals)
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Dear Mr. Yakymyshyn:

**RE: APPLICATION FOR COMMINGLED PRODUCTION  
APL APACHE PICKELL c-78-A/94-H-6; WA# 10980**

The Ministry has reviewed your application dated April 21, 1998, requesting permission to commingle gas production from the Bluesky 'C' and Baldonnel 'B' pools encountered in the subject well.

Reservoir pressure and fluid composition are similar for the two pools. Commingling approval is granted as both zones are in pressure communication behind pipe. Due to the large relative difference in reserves associated with these two pools, depletion of the Bluesky 'C' pool must be reflected in production allocation.

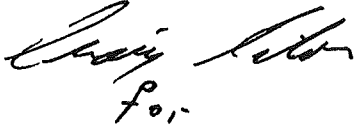
We wish to advise you that your application to commingle production from these two formations is hereby approved, under the authority of section 44 of the *Drilling and Production Regulation*, subject to the following conditions:

1. Production from the Bluesky (1093 - 1095.5 mKB) and Baldonnel (1120 - 1140.5 mKB) formations 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 Bluesky 50% and Baldonnel 50%, until gas production from the Bluesky has reached a volume of 31 e<sup>6</sup>m<sup>3</sup>, after which production should be reported as Baldonnel 100%.

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3. This approval may be modified at a later date if deemed appropriate through a change in circumstances.

Sincerely,

A handwritten signature in cursive script, appearing to read "B. van Oort". Below the signature, the initials "P.O." are written in a smaller, simpler font.

B. van Oort, P. Eng.  
Director  
Engineering and Operations Branch