



July 21, 2004

47800-2200/2515-59070-20
OGC - 04224

Daryl Krobel, EIT
Deep Basin Engineering
Burlington Resources Canada Ltd.
PO Box 4365, Postal Station C
CALGARY, AB T2T 5N2

Dear Mr Krobel:

**RE: APPLICATION FOR COMMINGLED PRODUCTION APPROVAL
BRC HTR et al Hiding b-26-G/93-I-16; WA# 14881**

The OGC has reviewed your application dated March 4, 2004, for approval to commingle gas production from Cadotte and Falher C formations in the subject well.

The Commission has designated the gas pools under application to be the Hiding Creek – Cadotte “G” and Falher C “D” pools. The Cadotte is part of a three well pool. Production from the Cadotte zone, in this wellbore, has been shut-in since March 2004 due to difficulties lifting fluids. The Falher C has been mapped as a two well pool and has been on production since March 2003. The Falher C zone is currently producing at a rate well above what would be considered economic (73 10³m³/d). Given the large estimated remaining recoverable reserves for the Falher C zone, production rates are expected to remain economic for several years to come. As such the Commission can not at this time approve commingled production.

Burlington may wish to re-apply for commingled production once production from the Falher C zone declines to a less economic rate.

Should you have any questions, please contact the undersigned at (250) 952-0311 or Richard Slocomb at (250) 952-0366.

Sincerely,

Peter Attariwala, P. Eng.
Supervisor
Reservoir Engineering

**Approval Letters to Industry
COMMINGLED PRODUCTION**

Copy 9

- Wellfile (originals)
- 59070-20
- Daily
- Resource Revenue
- R. Stefik
- G. Farr
- P.S. Attariwala
- D. Krezanoski
- RICHARD SLOCOMB

RESOURCE CONSERVATION BRANCH

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