

September 24, 2002

5170-2510/2700/2800-59070-20 OGC - 02167

Abed Sheddy **Engineering Coop Student** Deep Basin Exploration & Production Burlington Resources Canada Ltd. $2800, 605 - 5^{th}$ Avenue S.W. CALGARY AB T2P 3H5

Dear Mr. Sheddy:

RE: APPLICATION FOR COMMINGLED PRODUCTION CANHUNTER UNION KELLY a-43-H/93-P-1; WA# 6114

The Commission has reviewed your application dated August 26, 2002 requesting permission to commingle gas production from the Falher B, Middle Gething and Cadomin zones encountered in the subject well.

The Commission has designated the gas pools under application to be Kelly – Falher B "A", Gething "C" and Cadomin "A". All three pools contain mainly sweet gas and are significantly depleted. Commingled completion is expected to increase gas production from marginal zones by mitigating liquid loading problems. This would increase the recoverable reserves from the pools.

We wish to advise you that your application to commingle production from these three formations is hereby approved, under the authority of section 41 of the Drilling and Production Regulation, subject to the following conditions:

- 1. Production from the Falher B (2187.0-2195.0 mKB), Gething (2527.0-2534.0 mKB) and Cadomin (2597.0-2606.0 mKB) pools may be commingled.
- 2. Gas, condensate and water production should be allocated on the Ministry of Provincial Revenue BC S-1 and BC S-2 forms on the basis of Falher B 40 %, Gething 35% and Cadomin 25%.
- 3. This approval may be modified at a later date if deemed appropriate through a change in circumstances.

| Sincerely, | Approval Letters to Industry COMMINGLED PRODUCTION |
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| 1X Mann | Daily |
| P.S. Attariwala, P. Eng. | Resource Revenue |
| , . | R. Stefik |
| Supervisor | G. Farr |
| Reservoir Engineering | P.S. Attariwala |
| | D. Krezanoski |
| ENGINEEDING AND GEOLOGY BRANCH | |

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