

October 19, 2001

5170-2200/2505-59070-20 OGC - 01193

Abed Sheddy
Engineering Coop Student
Deep Basin Exploration and Production
Canadian Hunter Exploration Ltd.
2800, 605 – 5th Avenue S.W.
CALGARY AB T2P 3H5

Dear Mr. Sheddy:

Approval Letters to Industry COMMINGLED PRODUCTION	
Сору 8	
	Wellfile (originals)
	59070-20
	Daily
	Resource Revenue
	R. Stefik
	G. Farr
	P.S. Attariwala
	D. Krezanoski

RE: APPLICATION FOR COMMINGLED PRODUCTION CANHUNTER ET AL KELLY d-57-A/093-P-1: WA# 13004

The Commission has reviewed your application dated September 17, 2001, requesting permission to commingle gas production from the Cadotte and Falher A pools encountered in the subject well.

The Commission has designated the gas pools under application to be the Kelly - Cadotte "G" and Falher A "B". Reservoir pressures and gas analyses are similar for both zones. All producing gas wells in the pools are also operated by Canadian Hunter Exploration Limited. Commingled production is expected to increase gas production by mitigating liquid loading problems.

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

- 1. Production from the Cadotte (2189.0-2192.0 mKB) and Falher A (2319.0-2323.0 mKB) zones may be commingled.
- 2. Gas, condensate and water production should be allocated on the Ministry of Energy and Mines BC S-1 and BC S-2 forms on the basis of Cadotte 70% and Falher A 30%.
- 3. This approval may be modified at a later date if deemed appropriate through a change in circumstances.

Sincerely,

Craig Gibson, P.Eng.

Manager

Reservoir Engineering and Geology