

October 19, 2001

6430-2200/2505-59070-20 OGC - 01194

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		
_Copy 8			
		Wellfile (originals)	
		59070-20	
		Daily	
	F	Resource Revenue	
	_ F	R. Stefik	
		3. Farr	
	F	P.S. Attariwala	
). Krezanoski	

RE: APPLICATION FOR COMMINGLED PRODUCTION
CANHUNTER ET AL KELLY c-40-F/093-P-1; WA# 5715

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 Noel - Cadotte "J" and Falher A "B". Gas composition in both pools is similar. All producing gas wells in the pools are 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 (2282.0–2290.0 mKB) and Falher A (2416.0–2421.0 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 30% and Falher A 70%.
- 3. This approval may be modified at a later date if deemed appropriate through a change in circumstances.

Sincerely,

Mag. M.

Craig Gibson, P.Eng.

Manager

Reservoir Engineering and Geology