



OIL AND GAS COMMISSION

March 8, 2007

6500-2700/4100-59070-20

Leonard Fabes, P. Eng.
Exploitation Engineer
Canadian Natural Resources Limited
Suite 2500, 855 – 2 Street SW
CALGARY AB T2P 4J8

Dear Mr. Fabes:

RE: APPLICATION FOR COMMINGLED PRODUCTION
CNRL DEDE a-66-K/94-A-15; WA# 6690

The Commission has reviewed your application dated February 22, 2007 requesting permission to commingle production from the Gething and Baldonnel zones encountered in the subject well.

The Commission has designated these pools as the Osprey – Gething “C” and Baldonnel “A” gas pools. The Gething is a two well pool that has been on production through the annulus since March 2005 and has produced $4.6 \cdot 10^6 \text{ m}^3$ and currently producing at $6.3 \cdot 10^3 \text{ m}^3/\text{d}$. The Baldonnel is mapped as a three well pool. The Baldonnel has been on production through the tubing since January 1998 and has produced $36.0 \cdot 10^6 \text{ m}^3$ and is currently capable of producing at about $7 \cdot 10^3 \text{ m}^3/\text{d}$. The Baldonnel zone has been experiencing difficulty lifting produced liquids. Commingled production through the production tubing is expected to lift liquids more effectively thereby extending the economic life of this well. CNRL is the operator of all wells in both pools.

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 Gething (993.0–997.0 mKB) and Baldonnel (1032.5–1038.5 mKB) zones may be commingled.
2. Gas, condensate and water production should be allocated on the Ministry of Small Business and Revenue BC S-1 and BC S-2 forms on the basis of Gething 25% and Baldonnel 75%. The allocation factors may be amended to reflect results of any future tests.
3. This approval may be modified at a later date if deemed appropriate through a change in circumstances.

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

Sincerely,

Richard Slocomb, P.Eng.
Supervising Reservoir Engineer
Resource Conservation Branch

RESOURCE CONSERVATION BRANCH

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