



May 2, 2007

6500-2700/2700/3200-59070-20

Jeff Knibbs, R.P.T (Eng)
Exploitation Technologist
Canadian Natural Resources Limited
Suite 2500, 855 – 2nd Street SW
Calgary AB T2P 4J8

Dear Mr. Knibbs:

**RE: COMMINGLED PRODUCTION APPROVAL
CNRL OSPREY a-54-K/94-A-15; WA# 22386**

The Commission has reviewed your application dated March 21, 2007 requesting permission to commingle gas production from the Gething and Nordegg formations in the subject well.

The Commission designates the gas pools under application to be the Osprey field – Gething “C”, Gething “G” and Nordegg “A”.

Interim commingling was approved on March 12, 2007 to allow the acquisition of additional supporting data for a formal commingling application. The combined Gething “C”/Gething “G” interval tested gas at 32.7 10³m³/d following a frac stimulation treatment whereas the Nordegg interval tested at 10.4 10³m³/d following a frac stimulation treatment. Gas compositions and pressures are similar for the three pools. Commingled production through a single coil string is expected to maximize production and reserve recovery from all three zones. CNRL is the operator of all wells in these pools.

We wish to advise that your application to commingle production from these zones is hereby granted approval, under the authority of Section 41 of the *Drilling and Production Regulation*, subject to the following conditions:

1. Production from the Gething C (1008.0 – 1011.0 mKB), Gething G (1038.5-1039.5 mKB) and Nordegg (1054.0 – 1055.0 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 C 70 %, Gething G 15 % and Nordegg 15 %.
3. This approval may be modified at a later date if deemed appropriate through a change in circumstances.

Sincerely,

Richard Slocomb, P. Eng.
Supervising Reservoir Engineer

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