



OIL AND GAS COMMISSION

April 18, 2007

7250-2600/2700-59070-20

Montie Hale, EIT
Exploitation Engineer
Canadian Natural Resources Limited
Suite 2500, 855 – 2 Street SW
Calgary AB T2P 4J8

Dear Mr. Hale:

RE: APPLICATION FOR COMMINGLED PRODUCTION
CNRL PICKELL c-81-I/94-H-3; WA# 20915

The Commission has reviewed your application dated March 27, 2007 for approval to commingle production from the Bluesky and Gething zones encountered in the subject well.

The Commission has designated the gas pools under application to be the Pickell – Bluesky “A” and Gething “E”. The Bluesky “A” is a multi-well pool whereas the Gething “E” has been delineated by three wells.

Interim commingling was approved on March 26, 2007 to allow the acquisition of additional supporting data for a formal commingling application. The combined Bluesky/Gething interval tested gas at 46.5 $10^3 \text{ m}^3/\text{d}$ following a frac stimulation treatment. Gas compositions are similar for the two pools. Commingled production is expected to maximize production and reserves recovery from both zones.

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 Bluesky (1073.0–1076.0 mKB) and Gething (1082.0–1095.0 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 Bluesky 85% and Gething 15%.
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

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