



March 19, 2008

4780-2200/2520-59070-20

Nick Geib
Devon Canada Corporation
2000, 400 – 3rd Avenue SW
Calgary AB T2P 4H2

Dear Mr. Geib:

**RE: COMMINGLED PRODUCTION APPROVAL
DEVON HIDING c-97-H/93-I-16; WA# 12040**

An Interim commingle approval was issued by the Commission on June 24, 2005 for the subject well, for gas production from the Cadotte and Falher D formations.

Geological mapping has placed this well in the Hiding Creek field Cadotte “C” and Falher D “A” pools. These multi-well pools are commingled together in offset wells. The well c-97-H produced a total of 16.2 e⁶m³ of gas from the Falher D “A” pool, commencing in March 2000, prior to being commingled with the Cadotte “C” in August 2005. Commingled production is expected to improve reserves recovery by extending the production life of each zone and aiding in the well’s ability to unload produced fluids.

We wish to advise that commingled 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 Cadotte (2406.3-2409.5 mKB) and Falher D (2609.0 – 2612.0 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, BC S-2 and BC-08 forms on the basis of Cadotte 60% and Falher D 40%. Amended reports are required, back to the date that the Cadotte zone commenced production.
3. The initial reservoir pressure and well deliverability test conducted on the Cadotte must be reported, as per the requirements of Sections 84 and 95 of the *Regulation*.
4. 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) 952-0310 or Kelly Okuszko at 952-0325.

Sincerely,

Ron Stefik, AScT
Sr Reservoir Engineering Technologist

RESOURCE CONSERVATION

PO Box 9329 Stn Prov Gov't, Victoria BC V8W 9N3 Tel: (250) 952-0302 Fax: (250) 952-0301
Location: 6th Flr 1810 Blanshard St, Victoria BC

Headquarters: #200, 10003 110th Ave, Fort St. John BC V1J 6M7 Tel: (250) 261-5729 Fax: (250) 261-5744 www.ogc.gov.bc.ca