

February 6, 2004

5850-4100/4800-59070-20 OGC – 04041

Sara Whelen, C.E.T. NE BC Exploitation Department Devon Canada Corporation 1600, 324 – 8<sup>th</sup> Avenue SW Calgary AB T2P 2Z5

Dear Ms. Whelen:

RE: APPROVAL FOR COMMINGLED PRODUCTION HOME MARTIN b- 2-L/94-H-06; WA# 8511

The Commission has reviewed your application dated February 2, 2004 for approval to commingle gas production from the Martin – Baldonnel "E" and Halfway "A" pools encountered in the subject well.

Both zones have tested gas from these established zones, but have never been placed on production. Previous approvals have been granted to commingle these same two pools in three other wells. Both pools contain sweet gas. Commingled production is expected to increase the productive life of this well, thereby increasing recoverable reserves.

We wish to advise you 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 Baldonnel (1123.0 1133.0 mKB) and Halfway (1236.5 1240.5 mKB) formations may be commingled.
- 2. Gas, water and condensate production should be allocated on the Ministry of Provincial Revenue BC S-1 and BC S-2 forms on the basis of Baldonnel 60 % and Halfway 40 %. 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.

Devon should attempt to obtain a measurement	of the reservoir pressure in the Halfway zone prior to
commingling.	Approval Letters to Industry COMMINGLED PRODUCTION
Sincerely,	Copy 8 Wellfile (originals)
$\Omega$	59070-20
P Marine	Daily Resource Revenue
Peter S. Attariwala, P.Eng.	R. Stefik G. Farr
Supervisor, Reservoir Engineering	P.S. Attariwala
	D. Krezanoski

RESOURCE CONSERVATION BR/

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