

February 21, 2006

5850-2600/4100-59070-20 OGC – 06064

Jessica Ho
Engineering Intern
Devon Canada Corporation
2000, 400 – 3rd Avenue SW
Calgary AB T2P 4H2

Dear Ms. Ho:

RE: APPROVAL FOR COMMINGLED PRODUCTION <u>DEVON ET AL MARTIN</u> d-53-E/94-H-6; WA# 8921

The Commission has reviewed your application dated January 20, 2006 requesting permission to commingle gas production from the Bluesky and Baldonnel zones in the subject well.

The Commission designates the gas pools under application to be the Martin field – Bluesky "A" and Baldonnel "A". Both are severely depleted mature pools producing sweet gas. The Bluesky has been delineated by 6 wells whereas the Baldonnel is a large pool delineated by many wells. Both the Bluesky and Baldonnel have been on production since March 1995. The Bluesky has produced 77.4 10⁶ m³ and is currently producing at 9 10³ m³/d whereas the Baldonnel has produced 71.5 10⁶ m³ and is currently producing at 4.3 10³ m³/d. 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 Bluesky (1131.0-1137.0 mKB) and Baldonnel (1158.5-1173.0 mKB) formations 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 75% and Baldonnel 25%. 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.

Sincerely,			
Sinceroly,)	COMN	Approval Letters to Industry COMMINGLED PRODUCTION Copy 8	
Richard Slocomb, P.Eng. A/Director Resource Conservation Branch		Wellfile (originals) 59070-20 Daily	
		Resource Revenue R. Stefik G. Farr	
DESCRIBE CONSERVATION I		R Slocomb D. Krezanoski	

RESOURCE CONSERVATION BRANCH

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