



April 18, 2006

6480-2400/2515-59070-20
OGC - 06147

John Donohoe, P.Eng.
Senior Exploitation Engineer, Foothills
Devon Canada Corporation
2000, 400 - 3rd Avenue SW
Calgary AB T2P 4H2

Dear Mr. Donohoe:

**RE: APPROVAL FOR COMMINGLED PRODUCTION
DEVON ARL ET AL OJAY b-79-C/93-I-16; WA# 19488**

The Commission has reviewed your application dated February 17, 2006 requesting permission to commingle gas production from the Notikewin and Falher C zones in the subject well.

The Commission designates the gas pools under application to be the Ojay - Notikewin "C" and Falher C "B". The Notikewin has been mapped as a single well pool while the Falher C is part of a 5 well pool. Both pools contain sweet gas and based on data from offsetting wells, pressures are expected to be similar. A mechanical complication during completion of the well has resulted in a loss of segregation between the Notikewin and Falher C. Also, commingling of Falher C with other zones has been approved in nearby wells at d-57-C and c-76-C/93-I-15. Commingled production is expected to increase the productive life of the well, thereby maximizing 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 Notikewin (2946.0 - 2950.0 mKB) and Falher C (3034.0 - 3037.0 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 Notikewin 25 % and Falher 75 %. 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,

Richard Slocomb, P.Eng.
Acting Director
Resource Conservation Branch

**Approval Letters to Industry
COMMINGLED PRODUCTION**

Copy 8

<input type="checkbox"/>	Wellfile (originals)
<input type="checkbox"/>	59070-20
<input type="checkbox"/>	Daily
<input type="checkbox"/>	Resource Revenue
<input type="checkbox"/>	R. Stefik
<input type="checkbox"/>	G. Farr
<input type="checkbox"/>	R Slocomb
<input type="checkbox"/>	D. Krezanoski

RESOURCE CONSERVATION BRANCH

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