



February 28, 2001

6400-4100/4530-59070-20
OGC - 01053

Mr. Anton H. Stark, P. Eng.
Production Engineer
Domcan Boundary Corp.
Suite 2000, 400 - 3rd Avenue S.W.
Calgary AB T2P 4H2

Dear Mr. Stark:

**RE: APPLICATION FOR COMMINGLED PRODUCTION
DOMCAN NIG c-38-A/94-H-4; WA# 8540**

The Commission has reviewed your application dated February 12, 2001 requesting permission to commingle gas production from the Baldonnel and Nancy zones encountered in the subject well.

The Commission has designated the gas pools under application to be the Nig Creek Baldonnel "A" and Nancy "A".

Reservoir pressures and gas compositions are similar for the two pools. Commingled completion would appear to offer an economic ability to produce marginal zones, thereby increasing recoverable reserves from both pools.

We wish to advise you that your application to commingle production from these two pools is hereby approved, under the authority of section 41 of the *Drilling and Production Regulation*, subject to the following conditions:

1. Production from the Baldonnel (1272.8-1276.0 mKB) and Nancy (1336.0-1338.5 mKB) zones may be commingled.
2. Gas, condensate and water production should be allocated on the Ministry of Energy and Mines BC S-1 and BC S-2 forms on the basis of Baldonnel 65% and Nancy 35%. These allocation factors may be amended, based on future test results.
3. This approval may be modified at a later date if deemed appropriate through a change in circumstances.

Sincerely,

Craig Gibson, P. Eng.
Manager
Reservoir Engineering and Geology

**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"/>	P.S. Attariwala
<input type="checkbox"/>	D. Krezanoski

ENGINEERING AND GEOLOGY BRANCH

PO Box 9329 Stn Prov Gov't, Victoria BC V8W 9N3 Tel: (250) 952-0302 Fax: (250) 952-0291
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