

OIL AND GAS COMMISSION

May 14, 2002

2400-2600/7600-2900-59070-20 OGC – 02086

Susan L. Cowitz, CET Dominion Exploration Canada Ltd. Suite 2000, 400 – 3rd Avenue SW Calgary AB T2P 4H2

Dear Ms. Cowitz:

RE: APPLICATION FOR COMMINGLED PRODUCTION DECL RIGEL b-78-I/94-A-10; WA# 13987

The Commission has reviewed your application dated April 18, 2002 requesting permission to commingle gas production from the Bluesky and Gething zones encountered in the subject well.

The Commission has designated these gas pools as the Buick Creek - Bluesky "C" and Rigel - Dunlevy "F".

Gas compositions are very similar for the two pools, both at an advanced state of depletion. There are no equity concerns as Canadian Forest Oil Ltd., operator of two offsetting Buick Creek Bluesky "C" gas wells, has submitted a letter of no objection to this application. Commingled completion is expected to increase the productive life of the well thereby increasing the recoverable reserves from both pools.

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

- 1. Production from the Bluesky (1086.5 1090.0 mKB) and Dunlevy (1105.5 1108.5 mKB) formations may be commingled.
- 2. Gas, condensate and water production should initially be allocated on the Ministry of Provincial Revenue BC S-1 and BC S-2 forms on the basis of Bluesky 30% and Dunlevy 70%. 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, Ohming	Approval Letters to Industry COMMINGLED PRODUCTION Copy 8 Wellfile (originals) 59070-20 Daily Resource Revenue R. Stefik G. Farr P.S. Attariwala D. Krezanoski
Peter Attariwala, P. Eng. Supervisor Reservoir Engineering	
ENGINEERING AND GEOLOGY BRANCH PO Box 9329 Stn Prov Gov't, Victoria BC V8W 9N3 Tel: (250) 952-0302 Fax: Location: 6 th Flr 1810 Blanshard St. Victoria BC	