

January 20, 2003

2400-2600/7600-2900-59070-20 OGC - 03018

Susan L. Cowitz, CET BC Asset Team Dominion Exploration Canada Ltd. 2000, 400 – 3rd Avenue S.W. Calgary AB T2P 4H2

Dear Ms. Cowitz:

RE: APPLICATION FOR COMMINGLED PRODUCTION DOMCAN ET AL RIGEL 11-32-88-17 W6M; WA# 10560

The Commission has reviewed your application dated January 17, 2003 requesting permission to commingle gas production from the Dunlevy and Bluesky zones encountered in the subject well.

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

Both pools are at an advanced state of depletion. Also, gas compositions are similar for the two pools. Several other wells have been previously approved to commingle production from these same two pools. 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 (1028.5 1035.0 mKB) and Dunlevy (1074.5 1081.0 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.

Flease note that amended BC 5-1 forms must be submitted, beginning from	n the month of initial
commingled production, reflecting the allocation factors in condition #2.	Approval Letters to Industry COMMINGLED PRODUCTION
Sincerely,	Copy 8
• • • • • • • • • • • • • • • • • • • •	Wellfile (originals)
\cap	59070-20
()	Daily
Table i Ve	Resource Revenue
18 PH ac	R. Stefik
Peter Attariwala, P. Eng.	G. Farr
Supervisor	P.S. Attariwala
Reservoir Engineering	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