



March 6, 2006

6140-4800/5000-59070-20
OGC - 06090

Jeff Rudolf, P. Eng.
Reservoir Engineer, Monias
EnCana Corporation
150 - 9th Avenue SW
PO Box 2850
CALGARY AB, T2P 2S5

Dear Mr. Rudolf:

**RE: APPLICATION FOR COMMINGLED PRODUCTION APPROVAL
ECA ECOG Hz Monias 5-7-82-22 W6M; WA# 16535**

The OGC has reviewed your application dated February 1, 2006, for approval to commingle gas production from the Halfway and Montney formations in the subject well.

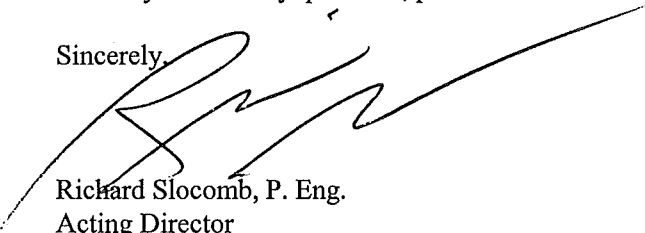
The Commission has designated the gas pools under application to be the Monias - Halfway "V" and Montney "B" pools. The Halfway has been on production since August 2005 and has produced 6.8 10⁶ m³ and is currently producing at 49.2 10³ m³/d. The Montney has been on production since April 2005 and has produced 2.1 10⁶ m³ and is currently capable of producing 4.1 10³ m³/d. The Montney production has declined very significantly and is now having lifting problems. Commingled production is expected to maximize production and recovery from the Montney. Both zones are sour gas. Although both zones do not have similar pressures, EnCana has committed to isolating the Halfway and Montney zones with a plug for individual pressure tests. EnCana is the operator of all wells in both pools.

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 Halfway (1528.0 - 1540.0 mKB) and Montney (1828.0 - 1999.0 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 Halfway 90 % and Montney 10 %. 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.

Should you have any questions, please contact the undersigned at (250) 952-0366.

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

PO Box 9329 Stn Prov Gov't, Victoria BC V8W 9N3 Tel: (250) 952-0302 Fax: (250) 952-0301
Location: 6th Flr 1810 Blanshard St. Victoria BC

Headquarters: #200, 10003 110th Ave, Fort St. John BC V1J 6M7 Tel: (250) 261-5700 Fax: (250) 261-5744
www.ogc.gov.bc.ca