

September 20, 2001

800-4100/4800-59070-20 OGC - 01178

Felix Kwan, P.Eng. Approval Letters to Industry Reservoir Engineer Jedney Development and Operations Team Copy 8 Petro-Canada Oil and Gas P.O. Box. 2844 Calgary AB T2P 3E3 Dear Mr. Kwan:

RE:	INTERIM COMMINGLED PRODUCTION APPROVAL
	PC BEG a- 54-F/94-G-1: WA# 13022

COMMINGLED PRODUCTION Wellfile (originals) 59070-20 Daily Resource Revenue R. Stefik G. Farr P.S. Attariwaia D. Krezanoski

The Oil and Gas Commission has reviewed your request dated September 14, 2001, requesting interim approval to commingle gas production from the Baldonnel and Halfway zones at the subject well location. We understand that prior approval is sought pending the submission of additional supporting data in a formal application.

As noted in your application, the OGC has previously approved commingled production from these same pools for a number of wells, in order to increase recoveries. The subject location is within an approved gas GEP area for both zones.

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

- 1. A production test must be completed on each zone prior to commingling, gathering sufficient data to establish the AOF and reservoir pressure. Reports must be filed as per the requirements of sections 84 and 95 of the Regulation.
- 2. A formal application for commingled production, with supporting log and test date must be submitted, with proposed allocation factors for production reporting.
- 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 either Peter Attariwala at (250) 952-0311 or Ron Stefik at 952-0310.

Sincerely,

Craig Gibson, P. Eng.

Manager

Reservoir Engineering and Geology