Oil and Gas Commission

	COMMINGLED PRODUCTION	
	Copy	
January 20, 1999	Wellfile (originals) 59070-20	5850-4100/4800-59070-20
	DailyResource Revenue	OGC: 990053
Ms. Pauline Chung, P. Geol. NEBC Team	R. Stefik G. Farr	
Numac Energy Inc.	Email	
321 - 6th Avenue SW	D. Krezanoski P.S. Attariwala	
Calgary AB T2P 3H3	<u> </u>	

Approval Latters to Industry

Dear Ms. Chung:

RE: APPLICATION FOR COMMINGLED PRODUCTION NUMAC MARTIN d-57-F/94-H-6; WA# 1315

The Commission has reviewed your application dated December 17, 1998 requesting permission to commingle gas production from the Baldonnel 'E' and Halfway 'A' pools encountered in the subject well.

Reservoir pressure and fluid composition are similar for the two pools. Commingling would minimize surface disturbance as well as increasing the production life of the well, thereby increasing the recoverable reserves.

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 Baldonnel (1114.9 1121.7 mKB) and Halfway (1226.5 1230.5 mKB) formations may be commingled.
- 2. Gas, condensate and water production should initially be allocated on the Ministry of Energy and Mines BC S-1 and BC S-2 forms on the basis of Baldonnel 50% and Halfway 50%. The allocation factors may be amended to reflect results of future tests, as proposed in your application.
- 3. This approval may be modified at a later date if deemed appropriate through a change in circumstances.

Sincerely,

Boy van Oort, P. Eng.

Director

Engineering and Geology Branch

Phone: (250) 952-0302 Fax: (250) 952-0291