February 1, 2001

5850-4100/4800-59070-20 OGC - 01021

Mr. Charles Lefebvre, P. Eng. Team Leader, Martin Creek Area Pioneer Natural Resources Canada Inc. 2900, 255 - 5th Avenue SW Calgary AB T2P 3G6

Dear Mr. Lefebyre:

RE: APPLICATION FOR COMMINGLED PRODUCTION PIONEER MARTIN d-91-E/94-H-6; WA# 5087

The Commission has reviewed your application dated January 8, 2001 requesting permission to commingle gas production from the Baldonnel and Halfway zones encountered in the subject well.

The Commission recognizes these two gas pools as the Martin Baldonnel "E" and Halfway "A".

Reservoir pressure and gas compositions are very similar for the two pools. Commingled completion would increase the productive 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 (1106.0 1124.0 mKB) and Halfway (1230.0 1231.8 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 any future tests.
- 3. This approval may be modified at a later date if deemed appropriate through a change in circumstances.

Sincerely,	Approval Letters to Industry COMMINGLED PRODUCTION
May Sul	Copy 8 Wellfile (originals) 59070-20 Daily
Craig Gibson, P. Eng. Manager	Resource Revenue R. Stefik G. Farr
Reservoir Engineering and Geology	P.S. Attariwala D. Krezanoski

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