

September 3, 2003

2020-4800/4900-59070-20 OGC - 03240

Brent McGillivray, P.Eng. Sr. Exploitation Engineer Pointwest Energy Inc. 700, 635 – 8<sup>th</sup> Avenue S.W. CALGARY AB T2P 3M3

Dear Mr. McGillivray:

## RE: APPLICATION FOR COMMINGLED PRODUCTION POINTWEST BOUNDARY N 11-05-88-14 W6M; WA# 15062

The Commission has reviewed your application dated August 26, 2003 requesting permission to commingle production from the Halfway and Doig zones encountered in the subject well.

The Commission has designated these pools as the Boundary Lake North – Halfway "L" gas pool and Doig "C" oil pool. Pointwest Energy Inc. is the operator of record for all wells presently mapped as penetrating these sour pools. A daily oil allowable of 22.5 m³ was previously approved for oil production from the Doig. Commingled production via gas lift should enable continued oil production from the lower Doig zone, thus increasing reserves recovery.

We wish to advise you that your application to commingle production is hereby approved, under the authority of Section 41 of the *Drilling and Production Regulation*, subject to the following conditions:

- 1. Production from the Halfway (1317.0–1323.0 mKB) and Doig (1332.0–1337.0 mKB) zones may be commingled.
- 2. Oil, gas and water production should be allocated on the Ministry of Provincial Revenue BC S-1 and BC S-2 forms on the basis of:

Doig – all oil, and solution gas up to a GOR of 490 m<sup>3</sup>/m<sup>3</sup> Halfway – all remaining gas and all water.

3. This approval may be modified at a later date if deemed appropriate through a change in circumstances.

This approval is only intended to allow gas lift recovery of oil reserves, not unrestricted production in a

commingled manner. Approval Letters to Industry COMMINGLED PRODUCTION Copy 8 Sincerely. Wellfile (originals) 59070-20 Daily Resource Revenue R. Stefik Peter Attariwala, P.Eng. G. Farr Supervisor P.S. Attariwala Reservoir Engineering D. Krezanoski

**ENGINEERING AND GEOLOGY BRA** 

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