



January 7, 2008

7340-2700/4100-59070-20

James R. Jackson, P.Eng. CFA
VP Exploitation Engineering and Planning
Temple Energy Inc.
1300, 530 8th Avenue SW
Calgary, Alberta T2P 3S8

Dear Mr. Jackson:

**RE: COMMINGLED PRODUCTION APPROVAL
TEMPENG ET AL PRESPATOU b-11-B/94-H-3; WA# 21800**

Commission staff have reviewed your application, dated December 17, 2007, for approval to commingle gas production from the Gething and Baldonnel formations in the subject well.

The Commission designates the formations under application to be the Prespatou - Gething "G" and Baldonnel "D" gas pools. The Gething is part of a three well pool while the Baldonnel has been mapped as a single well pool. The Gething zone in the subject well originally tested at 74.0 10³ m³/d at a flowing pressure of 3302 kPa and is currently producing at 14.0 10³ m³/d and is experiencing liquid loading. The Baldonnel zone was perforated and fracture stimulated and tested at 9.7 10³ m³/d and is currently isolated below a tubing plug. Both zones produce below their critical rates and commingled production is expected to sustain production and maximize reserves recovery.

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 Gething (1082.0 – 1087.0 mKB) and Baldonnel (1126.0 – 1137.0 mKB) formations may be commingled.
2. Gas, water and condensate production should be allocated on the Ministry of Provincial Revenue BC S-1, BC S-2 and BC-08 forms on the basis of Gething 70% and Baldonnel 30%. 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.
Supervisor, Reservoir Engineering

RESOURCE CONSERVATION

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