



April 12, 2007

7250-2400/2700-59070-20

Karen Spencer, P.Eng.
Yoho Resources Inc.
750, 736 – 6th Avenue S.W.
Calgary AB T2P 3T7

Dear Ms. Spencer:

**RE: COMMINGLED PRODUCTION APPROVAL
CAGL PICKELL a-81-H/94-H-3; WA# 18700**

Commission staff have reviewed the supplemental application dated April 5, 2007, requesting approval to commingle gas production from the Notikewin and Gething formations in the subject well. An interim approval was issued by the OGC on February 15, 2007.

The Commission has designated the gas pools under application to be the Pickell field – Notikewin “A” and Gething “Q”.

The Gething is a single well pool, a recent test confirming limited reserves based on significant reservoir pressure depletion. Initial production commenced February 2006, current intermittent gas production rate is 2 10³m³/d. The Notikewin “A” is mapped as an extensive multi-well pool, approved for reduced well spacing under several Good Engineering Practice approvals in this area. An initial AOF test has been conducted on this zone. Commingled sweet gas production from the Notikewin and Gething has been previously approved for other wells in the vicinity and is expected to maximize production and recovery from these zones.

The conditions of the interim commingled production approval have been satisfied. Commingled 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 Notikewin (798.5 – 812.0 mKB) and Gething (1040.0 – 1056.0 mKB) zones may be commingled.
2. Gas, condensate and water production should be allocated on the Ministry of Small Business and Revenue BC S-1 and BC S-2 forms on the basis of Notikewin 80 % and Gething 20%.
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) 952-0310.

Sincerely,

Ron Stefik, ASCT
Sr Reservoir Engineering Technologist

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