

December 28, 2001

2700-2900-59240-07 OGC - 01253

Dominion Project (02)

David J. Burton
Dominion Exploration Canada Ltd.
2000, 400 – 3rd Avenue S.W.
Calgary AB T2P 4H2

Dear Mr. Burton:

RE: CONCURRENT PRODUCTION APPROVAL BUICK CREEK NORTH – DUNLEVY "E" POOL

The Commission has reviewed your application dated November 27, 2001 for Concurrent Production for the subject pool.

As gas produced exceeds the solution gas-oil ratio and this gas will be conserved, a Concurrent Production approval is considered appropriate in this case.

Accordingly, Approval 01-07-011 is hereby granted under section 97 of the <u>Petroleum and Natural Gas Act.</u>

The area of the Approval excludes the gas cap well d-37-K/94-A-14. As noted in your application, this well may not be produced without consent from the Commission, as per section 87(6) of the *Drilling and Production Regulation*.

Sincerely,

Craig Gibson, P. Eng.

Manager

Reservoir Engineering and Geology

Attachment

WATERFLOOD, ETC.	
Copy 9	
	Wellfile (originals)
	59240
	Daily
	Resource Revenue
	S. Chicorelli
	R. Stefik
	G. Farr
	P. Attariwala
	D Krozanoski .

Approval Letters to Industry GEP, SWD, CONCURRENT PROD, PRESSURE MAINTENANCE,

ENGINEERING AND GEOLOGY BRANCH

APPROVAL 01-07-011

THE PROVINCE OF BRITISH COLUMBIA PETROLEUM AND NATURAL GAS ACT OIL AND GAS COMMISSION

IN THE MATTER of a Concurrent Production scheme of Dominion Exploration Canada Ltd. (Dominion) for producing the Buick Creek North Dunlevy "E" pool without spacing and target restrictions, and with project allowables.

NOW, THEREFORE, the Commission, pursuant to section 97 of the <u>Petroleum and Natural Gas Act</u>, hereby approves the Concurrent Production scheme of Dominion for oil and gas production with project allowables, as such scheme is described in

an Application from Dominion to the Commission dated November 27, 2001 and related submission.

This scheme is approved, subject to the conditions herein contained and, in particular:

- 1. The area of the scheme shall consist of unit 36 of Block K/94-A-14.
- 2. The individual daily oil allowable is 10.2 m³.
- 3. Gas production will be limited to 15.0 10³ m³/d.
- 4. All produced gas must be conserved.
- 5. The requirements of section 9 of the *Drilling and Production Regulation* are hereby waived, provided that oil wells within the scheme area are not completed nearer than 100 m to the sides of the approved area.
- 6. This approval may be modified or rescinded at a later date if deemed appropriate.

Craig Gibson

Manager

Reservoir Engineering and Geology

DATED AT the City of Victoria, in the Province of British Columbia, this 28 day of December, 2001.