

August 26, 2002 3

4390-4700-59240-07 OGC - 03225

Paul Walmsley, P. Eng. Vice President, Business Development Duvernay Oil Corp. 1500, 202 – 6th Avenue S.W. Calgary AB T2P 2R9

Dear Mr. Walmsley:

RE: CONCURRENT PRODUCTION APPROVAL – TEMPORARY MODIFICATION GROUNDBIRCH – ARTEX "B" POOL

The Commission has reviewed your application dated August 19, 2003 requesting a temporary waiver of gas production restriction for the subject pool, following completion of an additional well within the Concurrent Production approval area.

As the Groundbirch Artex "B" pool has been on production for over 6 years with cumulative oil production of 63 10³m³ and gas production of 15 10⁶m³, it is very likely that a secondary gas cap has been formed. Therefore, a temporary relaxation of gas production limit is considered appropriate to permit collection of additional data for planning future development of the pool. Accordingly, condition #3 of the concurrent production Approval 02-07-002 is hereby temporarily modified as follows:

3. Gas production will be limited to 60 10³m³/d.

It should be noted that this temporary modification ends on September 30, 2003 at which time the gas production limit will revert back to 28 10³ m³/d.

The Commission would encourage you to keep searching for source water for a waterflood pressure maintenance scheme in order to optimize oil production from the pool.

Sincerely,	Approval Letters to Industry GEP SWD, CONCURRENT PROD,
Craig Gibson, P. Eng.	PRESSURE MAINTENANCE, WATERFLOOD, ETC. Copy 10 Wellfile (originals) 59240
Manager Reservoir Engineering and Geology	Daily Resource Revenue S. Chicorelli R. Stefik G. Farr
PO Box 9329 Stn Prov Gov't, Victoria E	P. Attariwala C. Gibson Ir 1810 Blanshard S
Headquarters: #200, 10003 110 th Ave, Fort St. John BC	C V1J 6M7 Tel: (250) 261