



OIL AND GAS COMMISSION

March 27, 2008

4390-4520-59240-07

Mark Blumenthal, P. Eng.  
Senior Reservoir Engineer  
Duvernay Oil Corp.  
1500, 202 – 6<sup>th</sup> Avenue S.W.  
Calgary AB T2P 2R9

Dear Mr. Blumenthal:

**RE: CONCURRENT PRODUCTION APPROVAL, AMENDMENT #2**  
**GRONDBIRCH – CECIL “A” POOL**

Attached is a Concurrent Production approval amendment for the subject pool, as requested in your application dated March 20 and 26, 2008.

The Approval 02-07-006 (Amendment #2) is hereby granted under section 97 of the Petroleum and Natural Gas Act. Please note that the approval area has been enlarged; however all other conditions remain unchanged. The specific area of addition is:

Twp 78 – Rge19 W6M: NE/4 sec 32 and NW/4 sec 33.  
Twp 79 – Rge19 W6M: SW/4 sec 3 and SE/4 sec 4.

The approval is intended to allow operational flexibility in order to obtain additional production for performance evaluation. We encourage Duvernay to evaluate the potential for installing pressure maintenance within the scheme area in order to optimize oil production from the pool.

Please note that the project allowables may be amended if another operator successfully completes an oil well outside the project area in the subject pool.

Sincerely,

A handwritten signature in black ink, appearing to read 'Richard Slocomb', is written over a light blue rectangular background.

for Richard Slocomb, P. Eng.  
Supervisor, Reservoir Engineering  
Resource Conservation

Attachment

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**RESOURCE CONSERVATION**

PO Box 9329 Stn Prov Gov't, Victoria BC V8W 9N3 Tel: (250) 952-0302 Fax: (250) 952-0301  
Location: 6<sup>th</sup> Flr 1810 Blanshard St, Victoria BC

Headquarters: #200, 10003 110<sup>th</sup> Ave, Fort St. John BC V1J 6M7 Tel: (250) 261-5729 Fax: (250) 261-5744 [www.ogc.gov.bc.ca](http://www.ogc.gov.bc.ca)

**APPROVAL 02-07-006 (AMENDMENT #2)**

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

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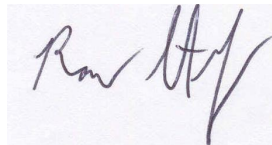
IN THE MATTER of a Concurrent Production scheme of Duvernay Oil Corp. (Duvernay) for producing the Groundbirch Cecil "A" pool with a project oil and gas allowable.

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

*an Application from Duvernay to the Commission dated March 20 and 26, 2008.*

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

1. The area of the scheme shall consist of;  
Twp 78 Rge 19 W6M - NE/4 sec 32, NW/4 sec 33  
Twp 79 Rge 19 W6M - SW/4 & N/2 sec 3, SE/4 sec 4 and S/2 & NE/4 sec 10.
2. The project daily oil allowable is waived.
3. Gas production will be limited to 20.0 10<sup>3</sup>m<sup>3</sup>/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.



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for Richard Slocomb  
Supervisor, Reservoir Engineering  
Resource Conservation

DATED AT the City of Victoria, in the Province of British Columbia, this 27<sup>th</sup> day of March 2008.