



OIL AND GAS COMMISSION

December 17, 2004

3560-6200-59240-07

OGC - 04352

Brian K. Mori
Senior Development Technologist
EnerMark Inc.
3000, 333 - 7th Avenue SW
Calgary AB T2P 2Z1

Dear Mr. Mori:

**RE: CONCURRENT PRODUCTION APPROVAL
FLATROCK - BELLOY "A" POOL
INISFAIL TALISMAN FLATROCK 7-22-84-16 W6M ; WA# 7497**

The Oil and Gas Commission has reviewed your application dated November 18, 2004, requesting a product status change for the subject well.

The well 7-22-84-16 is producing from the single well Flatrock Belloy "A" pool. An individual well daily oil allowable of 19.0 m³ was approved on March 8, 2002. Inisfail Energy Ltd. made application on July 12, 2002 for a Concurrent Production approval to produce this well without GOR adjustment penalty. A notice of the application was advertised in the BC Gazette of July 25 and August 1, 2002. No objections were received and approval was granted on August 28, 2002 (copy attached). Conditions of the approval include a waiver of the daily oil allowable and a gas production limit, with all gas conserved.

In this case, Concurrent Production approval is intended to allow the economic production of a high GOR well, to maximize pool oil recovery and eliminate associated gas flaring. The product status of the subject well as oil is considered appropriate and will remain in place.

As noted on the cover letter to the approval, project allowables may be amended if another operator successfully completes an oil well outside the project area in the subject pool. Alternatively, the approval of a Concurrent Production approval for such wells would be considered appropriate.

Sincerely,

Craig Gibson, P. Eng.
Director
Resource Conservation Branch

Attachment

Approval Letters to Industry
GEP, SWD, CONCURRENT PROD,
PRESSURE MAINTENANCE,
WATERFLOOD, ETC.

Copy 9

- Wellfile (originals)
- 59240
- Daily
- Resource Revenue
- S. Chicorelli
- R. Stefik
- G. Farr
- R. Stocomb
- D. Krezanoski

RESOURCE CONSERVATION BRANCH

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