

October 6, 2003

Robyn Swanson, C.E.T., P.Eng. Senior Engineer Fekete Associates Inc. 2000, 540 – 5th Avenue S.W. Calgary AB T2P 0M2 3445-6200-59240-07 OGC - 03269

Devon Project (02)

Dear Ms. Swanson:

RE: CONCURRENT PRODUCTION APPROVAL EAGLE WEST - BELLOY "C" POOL

The Commission has reviewed your application dated August 21, 2003 for Concurrent Production for the Eagle West - Belloy "C" pool, made on behalf of Devon Canada Corporation.

Based on the Commission's geological interpretation, the Eagle West – Belloy "C" oil pool is delineated by wells 11-20-84-18 (bottom-hole 14-20; WA 7476) and A11-20-84-18 W6M (bottom-hole 15-20; WA 12384).

As produced gas exceeds the solution gas-oil-ratio and this gas is being conserved, a Concurrent Production approval is considered appropriate in this case. Accordingly, Approval 03-07-009 is hereby granted under Section 97 of the <u>Petroleum and Natural Gas Act</u>. This approval will allow the production of oil wells with a project oil and gas allowable. No objections were received following a publication of notice of the application in the BC Gazette.

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.

Should you have any questions, please contact Peter Attariwal at (250) 952-0311 or Ron Steffk at (250) 952-0310.

(230) 502 3313.	·
Sincerely,	Approval Letters to Industry GEP, SWD, CONCURRENT PROD, PRESSURE MAINTENANCE, WATERFLOOD, ETC.
lug for	Copy 9 Wellfile (originals)
Craig Gibson, P. Eng.	59240
Director	Dally
Resource Conservation Branch	Resource Revenue S. Chicorelli
	R. Stefik
Attachment	G. Farr
	P. Attariwala
Cc: Ray Kowal, P. Eng. (Devon Canada Corporation)	D. Krezanoski

APPROVAL 03-07-009

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

IN THE MATTER of a Concurrent Production scheme of Devon Canada Corporation (Devon) for producing the Eagle West – Belloy "C" pool with a project gas and oil allowable.

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

an Application from Devon to the Commission dated August 21, 2003 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 sec 20-84-18 W6M.
- 2. The project daily oil allowable, being the sum of individual well allowables, is 59.1 m³.
- 3. Gas production will be limited to 42.5 10³ 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

Director

Resource Conservation Branch

DATED AT the City of Victoria, in the Province of British Columbia, this day of October 2003.