



Copies for Approval Letters to Industry (11)
 RE: Application for Concurrent Production

<input type="checkbox"/>	G. Miltenberger	<input type="checkbox"/>	Resource Revenue
<input type="checkbox"/>	Data Mgmt	<input type="checkbox"/>	P.S. Attariwala
<input checked="" type="checkbox"/>	R. Stefik	<input type="checkbox"/>	G. Farr
<input type="checkbox"/>	D. Richardson	<input type="checkbox"/>	S. Chicorelli
<input type="checkbox"/>	Wellfile (originals)	<input type="checkbox"/>	Daily
<input type="checkbox"/>	59240-07	<input type="checkbox"/>	

2920-4900-59240-07

September 28, 1998

Suncor Project (02)

Mr. Ian Crane, P. Eng.
 Exploration Engineer
 Suncor Energy Inc.
 P.O. Box 38
 112 4th Avenue SW
 Calgary AB T2P 2V5

Dear Mr. Crane:

**RE: CONCURRENT PRODUCTION WITH GOOD ENGINEERING
 PRACTICE: CACHE CREEK DOIG 'E' POOL**

Attached is a Concurrent Production with Good Engineering Practice (GEP) scheme approval for the subject pool, as requested in your application dated September 4, 1998.

The Approval #98-07-012 is hereby granted under section 97 of the Petroleum and Natural Gas Act.

This approval is intended to allow operational flexibility in order to maximize oil recovery. We understand Suncor is evaluating the merit of drilling additional wells in the pool for optimal oil recovery. Project area and allowables may be amended if additional wells are successfully completed by Suncor in the subject pool outside the approved area. Please note that this approval may also be amended if an oil well outside the project area is successfully completed in the subject pool by another operator.

Yours sincerely,

Bou van Oort
 Director
 Engineering and Operations Branch

Attachment

APPROVAL 98-07-012

THE PROVINCE OF BRITISH COLUMBIA
PETROLEUM AND NATURAL GAS ACT
DRILLING AND PRODUCTION REGULATION
MINISTRY OF ENERGY AND MINES
ENERGY AND MINERALS DIVISION

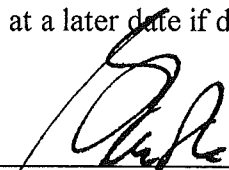
IN THE MATTER of a Concurrent Production project with Good Engineering Practice (GEP) of Suncor Energy Inc. (Suncor) for producing the Cache Creek Doig 'E' Pool with a project oil and gas allowable.

NOW, THEREFORE, the Division Head, pursuant to section 97 of the Petroleum and Natural Gas Act (the Act), hereby approves the Concurrent Production project of Suncor for oil and gas production with project allowables, as such project is described in

an Application from Suncor Energy Inc. to the Division dated September 4, 1998, and related submission.

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

1. The area of the project shall consist of W/2 sec 35-87-22 W6M.
2. The project daily oil allowable is 100.0 m³.
3. Gas production from the project is limited to 120.0 e³ m³/d.
4. All produced gas must be conserved.
5. A well may be drilled anywhere within the project area provided that it is not completed nearer than 100 m to the sides of the approved area.
6. Royalty-exempt oil production from the discovery well Suncor Cache 12-35-87-22W6M (WA 10155) is limited to a volume of 10,651.7 m³ or the volume produced in the first 36 producing months, whichever is lesser.
7. This approval may be modified or rescinded at a later date if deemed appropriate.



B. van Oort, on behalf of
the Division Head
Energy and Minerals Division

DATED AT the City of Victoria, in the Province of British Columbia, this 28 day of September, 1998.