



OIL AND GAS COM

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

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June 26, 2000

- Wellfile (originals)
- 59240
- Daily
- Resource Revenue
- S. Chicorelli
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- C. Gibson
- D. Krezanoski

5850-2600-59240-07
OGC 000188

Mr. Charles Lefebvre, P.Eng.
Sr. Exploitation Engineer
Pioneer Natural Resources Canada Inc.
2900, 255 – 5th Avenue S.W.
Calgary AB T2P 3G6

Pioneer Project (02)

Dear Mr. Lefebvre:

**RE: APPROVAL FOR CONCURRENT PRODUCTION
MARTIN BLUESKY "K" POOL**

Attached is a Concurrent Production scheme approval for the subject pool, as requested in your application dated May 15, 2000.

The Approval 00-07-005 is hereby granted under section 97 of the Petroleum and Natural Gas Act. Based on present mapping interpretation, the size of the pool oil leg would appear to be limited. However, with additional production performance under this approval, you may wish to evaluate the potential for drilling additional oil wells within 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,

Craig Gibson, P. Eng.
Manager
Reservoir Engineering and Geology

Attachment

ENGINEERING AND GEOLOGY BRANCH

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APPROVAL 00-07-005

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

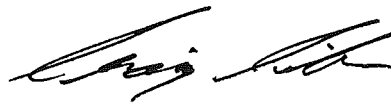
IN THE MATTER of a Concurrent Production scheme of Pioneer Natural Resources Canada Inc. (Pioneer) for producing the Martin Bluesky "K" oil pool with a project oil and gas allowable.

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

an Application from Pioneer to the Commission dated May 15, 2000 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 units 94 and 95 of Block D and units 4 and 5 of Block E/94-H-6.
2. The project daily oil allowable is 30.0 m³.
3. The project daily gas limit is 60.0 10³m³.
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
Manager
Reservoir Engineering and Geology

DATED AT the City of Victoria, in the Province of British Columbia, this 26th day of June, 2000.