September 18, 2002

9000-1725-59240-15 OGC - 02158

Susan K. Kuethe Vice President, Land Koch Petroleum Canada, L.P. 1400, 111 – 5<sup>th</sup> Avenue Calgary AB T2P 3Y6

Dear Ms. Kuethe:

RE: TRANSFER OF EXPERIMENTAL SCHEME FOR COAL BED METHANE

APPROVAL 01-15-003

BULLMOOSE AREA, GATES FORMATION COALS

This acknowledges receipt of your letter dated September 6, 2002 advising that Koch Petroleum Canada, L.P. (Koch) intends to acquire the subject scheme.

We understand that Koch intends to acquire the subject experimental scheme from Encana Oil & Gas Partnership and that Koch agrees to accept all administrative and other related responsibilities required by holding the scheme.

It should be noted that once the land tenure transfer has been registered with the Titles Branch of the Ministry of Energy and Mines, the Commission would be prepared to transfer the operatorship of the experimental scheme to Koch. Please inform the Commission in writing of the date of land tenure transfer.

Sincerely,

Craig Gibson, P. Eng.

Manager

Reservoir Engineering and Geology

Attachment

cc: Titles Branch

Ministry of Energy and Mines

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