

October 3, 2001

4470-8200-59240-06 OGC 01182 AEC Project (02)

Brad Loeppky, C.E.T. Senior Engineering Technologist North West Business Unit AEC Oil & Gas 3700, 707 – 8<sup>th</sup> Avenue S.W. Calgary AB T2P 1H5

Dear Mr. Loeppky:

RE: GOOD ENGINEERING PRACTICE APPROVAL, AMENDMENT #1
GUNNELL CREEK JEAN MARIE "A" POOL

Attached is a Good Engineering Project (GEP) scheme approval amendment for the subject pool, as requested in your application of August 16, 2001.

The Approval 98-06-003 (Amendment #1) is hereby granted under Part 8, Division 6, section 101 of the British Columbia *Drilling and Production Regulation*. The amendment enlarges the approval area, all other conditions remain unchanged.

This approval is intended to allow operational flexibility and to allow the drilling of additional gas wells without spacing and target considerations for maximization of gas recovery.

	Sincerely,		
		Approval Letters to Industry GEP, SWD, CONCURRENT PROD, PRESSURE MAINTENANCE, WATERFLOOD, ETC. Copy 9	
Jus	Craig Gibson, P. Eng.	Wellfile (originals) 59240 Daily	
	Manager	Resource Revenue S. Chicorelli	
	Reservoir Engineering and Geology	R. Stefik G. Farr	
	Attachment	P. Attariwala D. Krezanoski	ķ

## THE PROVINCE OF BRITISH COLUMBIA PETROLEUM AND NATURAL GAS ACT DRILLING AND PRODUCTION REGULATION OIL AND GAS COMMISSION

IN THE MATTER of a Good Engineering Practice (GEP) scheme of AEC Oil and Gas (AEC) for producing the Gunnell Creek field Jean Marie "A" gas pool without well spacing and target restrictions.

NOW, THEREFORE, the Commission, pursuant to Part 8, Division 6, section 101 of the *Drilling and Production Regulation*, hereby approves an amendment to the GEP scheme for drilling wells without spacing and target restrictions, as such scheme is described in

an Application to the Commission dated April 13, 1998 and August 16, 2001.

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

- 1. The area of the scheme shall consist of:
  - 94-I-13: Block C units 12-19, 22-29, 32-37, 42-47, 52-57, 62-67, 72-77, 82-87, 92-97 Block F – units 2-7, 12-17, 22-27, 32-37, 42-47, 54-57, 64-67, 72-77, 82-87, 91-97 Block G – units 12-19, 22-29, 32-39, 42-49, 54-59, 64-69, 74-79, 84-89, 94-100 Block J – units 4-10, 12-20, 22-30, 32-40, 42-50, 52-60, 62-70, 72-80, 82-90, 94-100 Block K – units 1-7, 11-15, 21-25, 31-35, 41-45, 51-55, 61-65, 71-75, 81-85, 91-95
  - 94-P-4: Block B units 4-10, 14-20, 24-30, 34-40, 44-50, 52-60, 62-70, 72-80, 82-90, 92-100
    Block C units 1-5, 11-15, 21-25, 31-35, 41-45, 51-57, 61-67, 71-77, 81-87, 91-97
    Block F units 1-7, 11-17, 21-27, 31-37, 41-47, 51-57, 61-67, 71-77, 81-87, 91-97
    Block G units 2-10, 20, 30, 34-40, 44-50, 54-60, 64-70, 78-80, 88-90, 98-100
    Block J units 8-10, 20, 30, 36-40, 46-50, 60, 70, 76-80, 86-90
    Block K units 1-7, 11-17, 21-27, 31-33, 36, 37, 41-43, 46, 47, 51-53, 61-63, 71-77, 81-87
- 2. The requirements of section 10 of the *Drilling and Production Regulation* are hereby waived, provided that gas wells within the scheme area are not completed nearer than 250 m to the sides of the approved area.
- 3. The gas wells within the project area may be produced without individual well allowable restrictions.
- 4. This approval may be modified or rescinded at a later date if deemed appropriate.

Derek Doyle Commissioner

Oil and Gas Commission

DATED AT the City of Victoria, in the Province of British Columbia, this 3 day of October, 2001.