February 7, 2005

6430-2200-59240-06 OGC - 05039

Mr. James Burns Avenir Operating Corp. 300, 808 – 1st Street S.W. Calgary AB T2P 1M9 Mr. Glen Kenealey Peregrine Energy Ltd. 540, 734 – 7th Ave S.W. Calgary AB T2P 3P8

Esso Project (03)

Dear Sirs:

RE: GOOD ENGINEERING PRACTICE APPROVAL RESCINDED NOEL FIELD – CADOTTE "A" POOL

In a letter dated January 17, 2005 the Commission proposed to rescind the Good Engineering Practice (GEP) approval issued March 28, 1989 for a portion of the Noel field Cadotte "A" pool. A deadline of February 4, 2005 for response from affected companies has now passed. During a telephone conversation on January 24 between Mr. Glen Kenealey of Peregrine Energy Ltd. and Mr. Ron Stefik of this office it was stated that Peregrine would not be filing an objection. Similarily, on January 26 Mr. James Burns stated that Avenier Operating Corp. would not be responding in writing as it had no objection.

As previously stated in the Commission correspondence dated January 17, 2005, the sole purpose of the subject GEP approval was to remove the individual well daily gas allowable (DGA) on the well a-29-D/93-P-8 (WA#6845). Under the current *Drilling and Production Regulation*, a DGA no longer applies to this well.

Therefore, the subject GEP approval, as pertaining to a portion of the Noel - Cadotte "A" gas pool, is hereby rescinded.

Should you have any questions, please contact Ron Stefik at (250) 952-0310.

GEP, SWD, CONCURRENT PROD Sincerely, PRESSURE MAINTENANCE. WATERFLOOD, ETC. Wellfile (originals) 59240 Daily Resource Révenue Craig Gibson. P. Eng. S. Chicorelli R. Stefik Director G. Farr Resource Conservation Branch R. Slocomb D. Krezanoski.