

OIL AND GAS COMMISSION

January 17, 2005

Christopher Brown Senior Reservoir Engineer Burlington Resources Canada Ltd. 2100, 250-6th Avenue S.W. Calgary AB T2P 3H7 6430-2200-59240-06 OGC - 05012

Canhanter Project (02)

Dear Mr. Brown:

RE: GOOD ENGINEERING PRACTICE APPROVAL NOEL FIELD - CADOTTE POOLS

A Good Engineering Practice (GEP) approval was issued August 4, 1988 and amended September 13, 1989 (copies attached) for the Noel field, for production from the Cadotte, Falher A, Falher B and Basal Bluesky formations.

The purpose of the subject GEP approval was to remove individual well daily gas allowables (DGAs) on wells within the approval area. Prior to January 1, 1990, all producing gas wells were subject to an individual well DGA, limiting the production rate. However, under the current *Drilling and Production Regulation*, DGAs would no longer apply to these wells.

GEP approval also permits the completion of wells without regard to normal spacing and target area considerations, within the area 250m from the approval border. A review by Oil and Gas Commission staff of the affected Cadotte pools (Noel Cadotte "A", "B", "C", "D", "J", "K", "L" and "M") indicates that current well density does not exceed one well per spacing area, and no wells are located such that an off-target penalty would apply should GEP approval not be in place.

As the original sole purpose of the GEP approval was to remove individual well DGAs, the Commission is considering rescinding the approval for the Cadotte formation. Should your company have reason why this should not occur, please respond in writing to this office no later than February 4, 2005.

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

Sincerely,		Approval Letters to Industry GEP, SWD, CONCURRENT PROD PRESSURE MAINTENANCE, WATERFLOOD, ETC. Copy 9 Wellfile (originals) 59240
Craig Gibson. P. Eng.		Daily
Director		Resource Revenue
Resource Conservation Branch		S. Chicorelli R. Stefik
Attachments		G. Farr R. Slocomb
BECOURAGE CON	IOEDWATION TO ANNO	D. Krezanoski
RESOURCE CONSERVATION BRANCE		

PO Box 9329 Stn Prov Gov't, Victoria BC V8W 9N3 Tel: (250) 952-0302 Fax: (250) 952-0301 Location: 6th Flr 1810 Blanshard St, Victoria BC