



February 12, 2009

0320-5000-59240-06

Steve Glavac
Senior Reservoir Engineer
Canbriam Energy Inc.
500, 521– 3rd Avenue S.W.
Calgary AB T2P 3T3

Dear Mr. Glavac:

**RE: GOOD ENGINEERING PRACTICE APPROVAL
ALTARES - MONTNEY “A” POOL**

The Commission has reviewed your application dated January 12, 2009, requesting a Good Engineering Practice (GEP) scheme approval for producing gas from a portion of the Altares – Montney “A” pool.

Within the proposed GEP area, an Other Than Normal Gas Spacing Area Order was granted for the well c-C14-H/94-B-8 (WA #23971) on November 4, 2008. This approval was granted to allow production from the horizontal wellbore that was drilled across gas spacing areas to access gas reserves. The Other Than Normal Gas Spacing Area Order is hereby rescinded, as the following GEP approval will accommodate the production of horizontal wells that cross spacing units within the project area.

Please find attached, Approval 09-06-006, hereby granted under Part 8, Division 6, Section 101 of the British Columbia *Drilling and Production Regulation*.

No objections were received following notice of the application on the OGC website. This approval is intended to allow operational flexibility and to allow the drilling and production of additional gas wells within the GEP area for maximization of gas recovery.

Should you have any questions, please contact the undersigned at (250) 952-0366 or Kelly Okuszeko at (250) 952-0325.

Sincerely,

Richard Slocomb, P. Eng.
Supervisor, Reservoir Engineering

Attachment

RESOURCE CONSERVATION

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

Headquarters: #200, 10003 110th Ave, Fort St. John BC V1J 6M7 Tel: (250) 261-5729 Fax: (250) 261-5744 www.ogc.gov.bc.ca

APPROVAL 09-06-006

**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 Canbriam Energy Inc. (Canbriam) for producing gas from a portion of the Altares - Montney "A" gas pool without spacing, target and production restrictions.

NOW, THEREFORE, the Commission, pursuant to Part 8, Division 6, Section 101 of the *Drilling and Production Regulation*, hereby approves the GEP scheme of Canbriam as such scheme is described in

an Application from Canbriam to the Commission dated January 12, 2009.

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

1. The area of the project shall consist of:

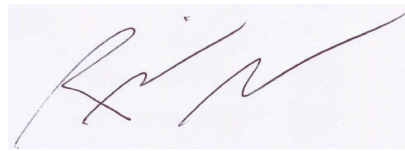
094-B-8 Block A – units 92 – 95

094-B-8 Block H – units 2 – 5, 12 – 15, 22 – 25, 32 – 35, 42 – 45, 52 – 55, 62 – 65, 74, 75, 84, 85

2. The requirements of Section 10 of the *Drilling and Production Regulation* are hereby waived, provided that gas wells within the project area are not completed nearer than 250 m to the sides of the approved project 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.



Richard Slocomb
Supervisor, Reservoir Engineering
Resource Conservation

DATED AT the City of Victoria, in the Province of British Columbia, this 12th day of February 2009.