

March 11, 2005

4600-4800-59240-06 OGC - 05075

Leonard Fabes, P.Eng.
Exploitation Engineer
Canadian Natural Resources Limited
Suite 2500, 855 – 2 Street SW
Calgary AB T2P 4J8

Dear Mr. Fabes:

RE: GOOD ENGINEERING PRACTICE AMENDMENT APPLICATION HALFWAY FIELD – HALFWAY "A" POOL

The Commission has received your application dated March 3, 2005 requesting Good Engineering Practice (GEP) scheme approval for two land blocks adjoining the GEP Approval 01-06-008, issued July 16, 2001, for producing gas wells from the Halfway field Halfway "A" pool.

The proposed amendment area north of the current GEP approval consists of sections 14, 22 and 23-87-25 W6M. A producing well located at 2-14-87-25 (WA 11521) is mapped as the separate Halfway "B" oil pool. Concurrent Production Approval 99-07-003 was issued to Canadian Natural Resources Limited on March 4, 1999 for the area of section 14-87-25 W6M, Halfway -Halfway "B" pool. Any new well drilled in section 14 has a good probability of being a Halfway "B" oil well, in which case it would be subject to the conditions of the Concurrent Production approval. Therefore, your request to amend the Halfway "A" GEP in this area can not be considered at this time, based on current pool mapping.

The second amendment area, sections 23, 26 and 27-86-25 W6M, is directly south of the existing GEP area. These three sections are each composed of a fractional provincial Crown lease and a portion of the Halfway River Indian Reserve 168. The Commission requires a letter of consent to this application from the federal agency Indian Oil and Gas Canada before an amendment to include these lands may be considered.

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

Approval Letters to Industry GEP, SWD, CONCURRENT PROD, PRESSURE MAINTENANCE, WATERFLOOD, FTC

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Sincerely,		Cop	y 9
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Craig Gibson, P. Eng.		m	S. Chicorelli
		<u> </u>	R. Stefik
Director			G. Farr
Resource Conservation Bran	nch		R. Slocomb
	1011		D. Krezanoski

RESOURCE CONSERVATION BRANCH

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