

September 05, 2003

6410-2600-59240-06 OGC – 03245

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

CNRL Project (02)

Dear Mr. Richardson:

RE: GOOD ENGINEERING PRACTICE APPROVAL NIG CREEK NORTH BLUESKY "A" POOL

The Commission has reviewed your application dated July 24, 2003 requesting a Good Engineering Practice (GEP) scheme approval for producing gas from a portion of the Nig Creek North Bluesky "A" pool.

Attached is a GEP scheme approval for a portion of the subject pool. The Approval 03-06-035 is hereby granted under Part 8, Division 6, Section 101 of the British Columbia *Drilling and Production Regulation*.

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.

Should you have any questions, please contact Peter Attariwala at (250) 952-0311 or Ron Stefik (250) 952-0310.

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

APPROVAL 03-06-035

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 Canadian Natural Resources Limited (CNRL) for producing a portion of the Nig Creek North Bluesky "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 the GEP scheme of CNRL for drilling wells without spacing and target restrictions, as such scheme is described in

an Application from CNRL to the Commission dated July 24, 2003.

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

1. The area of the project shall consist of:

94-H-3: Block L - units 80, 90, 100

94-H-4: Block I – units 18-20, 28-30, 36-40, 46-50, 54-60, 64-97

Block J – units 11-13, 21-23, 31-37, 41-47, 51-57, 61-67, 71-73, 81-83

94-H-5: Block A – units 1-7, 12, 13, 22, 23 and

94-H-6: Block D – unit 10.

- 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.

Derek Doyle

Commissioner

Oil and Gas Commission

DATED AT the City of Victoria, in the Province of British Columbia, this 5 day of September 2003.