

March 14, 2003

7000-4800-59240-06 OGC – 03069

Wayne Kennedy, P. Eng. Exploitation Engineer Canadian Natural Resources Limited 2500, 855 – 2 Street S. W. Calgary AB T2P 4J8

CNRL Project (04)

Dear Mr. Kennedy:

RE: GOOD ENGINEERING PRACTICE APPROVAL PEEJAY WEST HALFWAY "D" POOL

Attached is a Good Engineering Practice (GEP) scheme approval for a portion of the subject pool, as requested in your application of January 27, 2003.

The Approval 03-06-011 is hereby granted under Part 8, Division 6, Section 101 of the British Columbia *Drilling and Production Regulation*. This approval will allow the production of oil wells with a project oil allowable. No objections were received following a publication of notice of the application in the BC Gazette.

Please note that under Section 73 (8) of the *Regulation*, a daily oil allowable limit may be imposed on the lease line well b-32-G/94-A-15.

The Peejay West Halfway "D" pool appears to be a good candidate for pressure maintenance scheme; therefore, the Commission encourages the stakeholders to work towards implementing a pressure maintenance scheme in the pool.

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

Sincerely,	Approval Letters to Industry GEP, SWD, CONCURRENT PROD, PRESSURE MAINTENANCE, WATERFLOOD, ETC.
Craig Gibson, P. Eng. Manager	Copy 10 Wellfile (originals) 59240 Daily Resource Revenue S. Chicorelli R. Stefik
Attachment	G. Farr P. Attariwala C. Gibson D. Krezanoski
•	

ENGINEERING AND GEOLOGY BRANCH
PO Box 9329 Stn Prov Gov't, Victoria BC V8W 9N3 Tel: (250) 952-0302 Fax: (250) 952-0291
Location: 6th FIr 1810 Blanshard St, Victoria BC

APPROVAL 03-06-011

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 Peejay West Halfway "D" oil pool with a project oil allowable and 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 as such scheme is described in

an Application to the Commission from CNRL dated January 27, 2003.

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

- 1. The area of the scheme shall consist of unit 32 of Block G/94-A-15.
- 2. The project daily oil allowable, being the sum of the individual well allowables, is 25.8 m³.
- 3. The requirements of Section 9 of the *Drilling and Production Regulation* are hereby waived, provided that oil wells within the scheme area are not completed nearer than 100 m to the sides of the approved scheme area.
- 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 Fort St. John, in the Province of British Columbia, this / day of March 2003.