



April 2, 2007

2920-4900-59240-06

Weldon Dueck, P.Eng.
Vice President, Business Development
Crocotta Energy Inc.
700, 639 - 5th Avenue S.W.
Calgary AB T2P 0M9

Dear Mr. Dueck:

RE: GOOD ENGINEERING PRACTICE APPLICATION
CACHE CREEK – DOIG

Commission staff have reviewed the application, dated March 16, 2007, requesting Good Engineering Practice (GEP) scheme approval for the Doig formation in the Cache Creek field. This application was presented during a meeting at our offices on March 23, 2007.

Presently, a single well is completed in the Doig formation within the area of application, sections 7 and 18 of 88-22 W6M. This well, Chamaelo Exp Cache 9-18-88-22 (WA# 21916), designated the discovery well of the Cache Creek – Doig “V” gas pool, has been tested but not yet tied-in for production.

The Doig formation in the Cache Creek field is characterized by multiple separate pools of limited size, with a primary product status of either gas or oil. Based on this development history, and presented seismic interpretation of the area of application, planned wells are anticipated to encounter separate pools. As such, GEP approval would not be required to produce these wells. Additionally, development wells may encounter oil pools, to be initially produced under individual well daily oil allowables.

While the Commission is in agreement that the recovery of reserves from these variable quality Doig pools may benefit from development facilitated under GEP approval, this application is considered premature based on the available information. An application may be considered by the Commission following a demonstrated future need for an individual pool, with additional well information.

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

Sincerely,

Doug McKenzie
Director
Resource Conservation Branch

Attachment

RESOURCE CONSERVATION BRANCH

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