

November 4, 2005

4390-2800-59240-06 OGC - 05305

R.A. Pachovsky, P.Eng. Senior Staff Engineer Duvernay Oil Corp. 1500, 202 – 6<sup>th</sup> Avenue S.W. Calgary AB T2P 2R9

Dear Mr. Pachovsky:

RE: GOOD ENGINEERING PRACTICE APPROVAL GROUNDBIRCH -CADOMIN "A" POOL

The Commission has reviewed your application dated September 29, 2005 requesting a Good Engineering Practice (GEP) scheme approval for producing gas from the Cadomin Formation in the Brassey area.

The Commission has designated the area of application to be Groundbirch field Cadomin "A" pool.

Attached is a GEP scheme approval for the subject pool. The Approval 05-06-045 is hereby granted under Part 8, Division 6, Section 101 of the British Columbia *Drilling and Production Regulation*. No objections were received following a publication of notice of the application in the BC Gazette.

This approval is intended to allow operational flexibility and to allow the drilling and production of additional gas wells without spacing and target considerations for maximization of gas recovery.

It is noted that some lands within the GEP approval area are held under Drilling Licences. Please note that Petroleum and Natural Gas Lease selections must be made prior to gas production.

Sincerely,	Approval Letters to Industry GEP, SWD, CONCURRENT PF PRESSURE MAINTENANCE, WATERFLOOD, ETC. Copy 10 Wellfile (originals) 59240	₹OD,
Richard Slocomb, P. Eng.	Daily	
A/Director	Resource Revenue	
	S. Chicorelli	
Resource Conservation Branch	R. Stefik	
	G. Farr	
Attachment	R. Slocomb	
	J. Pickell	
	D. Krezanoski	
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## APPROVAL 05-06-045

## 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 Duvernay Oil Corp. (Duvernay) for producing the Groundbirch – Cadomin Formation gas wells 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 Duvernay for drilling wells without spacing and target restrictions, as such scheme is described in

an Application from Duvernay to the Commission dated September 29, 2003.

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

1. The area of the project shall consist of:

T 77-R 18 W6M: sections 30 and 31

T 77-R 19 W6M: sections 22-27 and 33-36

T 78-R 18 W6M: sections 6 and 7

T 78-R 19 W6M: sections 1-4 and 9-12.

- 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

Acting Director

Resource Conservation Branch

DATED AT the City of Victoria, in the Province of British Columbia, this  $4^{tL}$  day of November 2005.