

OIL AND GAS COMMISSION

June 1, 2004

Brad Loeppky, C.E.T. Group Lead, Gunnell Fort Nelson BU EnCana Corporation P.O. Box 2850 Calgary AB T2P 2S5 4470-8200-59240-06 OGC - 04186

Are Project(02)

Dear Mr. Loeppky:

RE: GOOD ENGINEERING PRACTICE APPROVAL, AMENDMENT #5
GUNNELL CREEK - JEAN MARIE "A" POOL

Attached is a Good Engineering Project (GEP) scheme approval amendment for the subject pool, as requested in your application of April 27, 2004.

The Approval 98-06-003 (Amendment #5) is hereby granted under Part 8, Division 6, Section 101 of the British Columbia *Drilling and Production Regulation*. Please note that only the approval area is enlarged, all other conditions remain unchanged.

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.

Sincerely,

Craig Gibson, P. Eng.

Director

Resource Conservation Branch

Attachment

GEP, SWD, CONCURRENT PROD, PRESSURE MAINTENANCE, WATERFLOOD, ETC.

Copy 9

Wellfile (originals)
59240
Dally
Resource Revenue
S. Chicorelli
R. Stefik
G. Farr
P. Attariwala
D. Krezanoski

Approval Letters to Industry

APPROVAL 98-06-003 (Amendment #5)

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 EnCana Corporation (EnCana) for producing the Gunnell Creek - Jean Marie "A", Cabin - Jean Marie "A" and Tsea - Jean Marie "A" gas pools 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 an amendment to the GEP scheme for drilling wells without spacing and target restrictions, as such scheme is described in

an Application to the Commission dated April 27, 2004.

The scheme approval of May 28, 1998, amended October 3, 2001, September 5, 2002, July 7, 2003 and October 22, 2003 is hereby amended subject to the conditions herein contained and, in particular:

- 1. The area of the scheme shall consist of:
 - 94-I-12: Block K units 56-59, 66-69, 76-79, 86-89, 96-99
 - 94-I-13: Block B unit 100
 Block C units 6-9, 12-19, 22-29, 32-37, 42-47, 52-57, 62-67, 72-77, 82-87, 91-97
 Block F units 1-7, 11-17, 21-27, 31-37, 41-47, 51-57, 61-67, 71-77, 81-87, 91-97
 Block G units 10, 12-20, 22-30, 32-40, 42-50, 54-60, 64-70, 74-80, 84-90, 94-100
 Block J units 4-10, 12-20, 22-30, 32-40, 42-50, 52-60, 62-70, 72-80, 82-90, 94-100
 Block K units 1-7, 11-15, 21-25, 31-35, 41-45, 51-55, 61-65, 71-75, 81-85, 91-95
 - 94-P-4: Block B units 4-10, 14-20, 24-30, 34-40, 44-50, 52-60, 62-70, 72-80, 82-90, 92-100
 Block C units 1-5, 11-15, 21-25, 31-35, 41-45, 51-57, 61-67, 71-77, 81-87, 91-97
 Block F units 1-7, 11-17, 21-27, 31-37, 41-47, 51-57, 61-67, 71-77, 81-87, 91-97
 Block G units 2-10, 14-20, 24-30, 34-40, 44-50, 54-60, 64-70, 78-80, 88-90, 98-100
 Block J units 8-10, 20, 30, 36-40, 46-50, 60, 70, 76-80, 86-90, 100
 Block K units 1-7, 11-17, 21-27, 31-33, 36, 37, 41-43, 46, 47, 51-53, 61-63, 71-77, 81-87, 91-97
 - 94-P-5: Block B units 10, 20, 30, 40, 50
 Block C units 1-7, 11-17, 21-27, 31-37, 41-47, 52-57, 62-67, 74-79, 84-89, 92-99
 Block E unit 91
 Block F units 2-9, 11-19, 21-29, 31-39, 41-49, 52-59, 62-69, 72-79, 82-89, 92-100
 Block G units 20, 30, 40, 50
 Block K units 2-10, 12-20, 22-30, 32-40, 42-50, 52-60, 62-70, 72-80, 82-90, 92-100
 Block L units 1, 11, 21, 31, 41, 51, 61, 71, 81, 91
 - 94-P-12: Block C units 2-10, 12-20, 22-30 Block D – units 1, 11, 21.

- 2. The requirements of Section 10 of the *Drilling and Production Regulation* are hereby waived, provided that gas wells within the scheme area are not completed nearer than 250 m to the sides of the approved 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.

ameron/Jones

Deputy Commissioner
Oil and Gas Commission

DATED AT the City of Fort St. John, in the Province of British Columbia, this day of May, 2004.