



OIL AND GAS COMMISSION

June 13, 2005

8115-2800-59240-06
OGC - 05187

EnCana Project #3(05)

Bud Sambasivam
Reservoir Engineer
Cutbank Ridge
EnCana Corporation
150, 9th Avenue S.W.
P.O. Box 2850
Calgary AB T2P 2S5

Dear Mr. Sambasivam:

RE: GOOD ENGINEERING PRACTICE APPROVAL
SUNDOWN CADOMIN FORMATION

"B"

The Commission has reviewed your application dated February 16, 2005 requesting Good Engineering Practice (GEP) scheme approval for producing Cadomin Formation gas from within the Cutbank Ridge area.

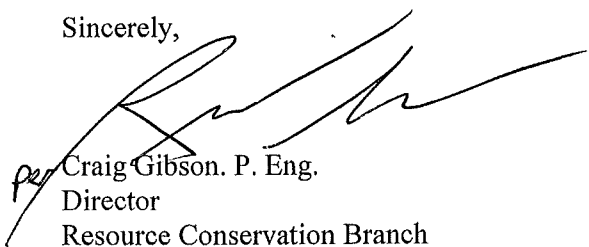
The OGC has designated the area of application to be Sundown field Cadomin Formation.

Attached is Approval 05-06-034 (EnCana Project #3) granted under Part 8, Division 6, Section 101 of the British Columbia *Drilling and Production Regulation*.

This approval will allow the drilling of additional gas wells without regard for spacing and target regulations in order to optimize pool drainage and recovery. No objections were received following a publication of notice of the application in the BC Gazette.

Should you have any questions, please contact Richard Slocomb at (250) 952-0366.

Sincerely,


per Craig Gibson, P. Eng.
Director
Resource Conservation Branch

Attachments
RAS

**Approval Letters to Industry
GEP, SWD, CONCURRENT PROD,
PRESSURE MAINTENANCE,
WATERFLOOD, ETC.**

Copy 9

- | | |
|--------------------------|----------------------|
| <input type="checkbox"/> | Wellfile (originals) |
| <input type="checkbox"/> | 59240 |
| <input type="checkbox"/> | Daily |
| <input type="checkbox"/> | Resource Revenue |
| <input type="checkbox"/> | S. Chicorelli |
| <input type="checkbox"/> | R. Stefik |
| <input type="checkbox"/> | G. Farr |
| <input type="checkbox"/> | R. Slocomb |
| <input type="checkbox"/> | D. Krezanoski |

RESOURCE CONSERVATION BRANCH

PO Box 9329 Stn Prov Gov't, Victoria BC V8W 9N3 Tel: (250) 952-0302 Fax: (250) 952-0301
Location: 6th Flr 1810 Blanshard St, Victoria BC

Headquarters: #200, 10003 110th Ave, Fort St. John BC V1J 6M7 Tel: (250) 261-5729 Fax: (250) 261-5744 www.ogc.gov.bc.ca

APPROVAL 05-06-034

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 Sundown - Cadomin Formation gas wells without 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 the GEP scheme of EnCana for drilling wells without spacing and target restrictions, as such scheme is described in

an Application from EnCana to the Commission dated February 16, 2005.

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

1. The area of the scheme shall consist of:

93-P-07:

Block J – unit 100

Block K – unit 91.

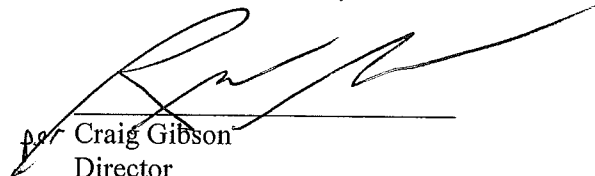
93-P-10:

Block B – units 10, 20, 30, 36-40, 46-50, 54-59, 64-69, 74-77, 84-87

Block C – units 1, 11-13, 21-23, 31-39, 41-49, 56, 57, 66, 67, 74-77, 84-87, 96-99

Block F – units 6-9, 18, 19, 28 and 29.

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 scheme area.
3. The gas wells within the scheme area may be produced without individual well allowable restrictions.
4. This approval may be modified or rescinded at a later date if deemed appropriate.


per Craig Gibson
Director
Resource Conservation Branch

DATED AT the City of Victoria, in the Province of British Columbia, this 13th day of June 2005.