

November 26, 2008

8150-4748-59240-06

Stephanie Johner Project Technologist Fekete Associates Inc. 2000, 540 – 5 Avenue S.W. Calgary, AB T2P 0M2

Dear Ms. Johner:

RE: GOOD ENGINEERING PRACTICE APPROVAL TOMMY LAKES – ARTEX/HALFWAY "B" & "D" POOLS

The Commission has reviewed your application on behalf of FET Resources Ltd. (FET), dated November 3, 2008, requesting approval for a Good Engineering Practice (GEP) scheme for portions of the Tommy Lakes – Artex/Halfway "B" and "D" gas pools.

Attached is GEP scheme Approval 08-06-047, hereby granted under Part 8, Division 6, Section 101 of the *Drilling and Production Regulation*. No objections were received following notice of the application on the OGC website.

This approval is intended to allow operational flexibility and to allow the drilling and production of additional gas wells within the GEP area for maximization of gas recovery.

Should you have any questions, please contact the undersigned at (250) 952-0366 or Kelly Okuszko at (250) 952-0325.

Sincerely,

Richard Slocomb, P. Eng.

Supervisor, Reservoir Engineering

Resource Conservation

Attachment

APPROVAL 08-06-047

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 FET Resources Ltd. (FET) for producing a portion of the Tommy Lakes – Artex/Halfway "B" and "D" gas pools 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 FET for drilling wells without spacing and target restrictions, as such scheme is described in

an Application from FET to the Commission dated November 3, 2008.

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

1. The area of the project shall consist of:

- 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 This approval may be modified or rescinded at a later date if deemed appropriate.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

Supervisor, Reservoir Engineering

Resource Conservation

DATED AT the City of Victoria, in the Province of British Columbia, this 26th day of November 2008.