



OIL AND GAS COMMISSION

August 9, 1999

7700-8600-59240-06
OGC990433

Mr. Glen Kenealey, P. Eng.
Petroleum Engineering Consultant
Mobil Oil Canada
Box 800
Calgary AB T2P 2J7

Mobil Project (02)

Dear Mr. Kenealey:

**RE: GOOD ENGINEERING PRACTICE APPROVAL
SIERRA PINE POINT "B" POOL**

Attached is a Good Engineering Project (GEP) scheme approval for the subject pool, as requested in your application of July 5, 1999.

We concur with your geological interpretation and have now mapped Pine Point "B" and "C" pools as one pool which has been designated as the Sierra Pine Point "B" pool.

The Approval 99-06-006 is hereby granted under Part 8, Division 6, section 101 of the British Columbia *Drilling and Production Regulation*. This approval will allow the drilling of gas wells without regard for spacing and target regulations in order to optimize pool drainage and recovery.

Should you have any questions, please contact Peter Attariwala at (250) 952-0311 or Ron Stefik at (250) 952-0310.

Sincerely,

B. van Oort, P. Eng.
Director
Engineering and Geology Branch

Attachment

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

Copy

- Wellfile (originals)
- 59240
- Daily
- Resource Revenue
- R. Stefik
- G. Farr

Email

- D. Krezanowski
- S. Chicorelli
- C. Gibson
- P. Attariwala*

ENGINEERING AND GEOLOGY BRANCH

PO Box 9329 Stn Prov Gov't, Victoria BC V8W 9N3 Tel: (250) 952-0302 Fax: (250) 952-0291
Location: 6th Flr 1810 Blanshard St, Victoria BC

APPROVAL 99-06-006

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 Mobil Oil Canada (Mobil) for producing Sierra Pine Point "B" gas pool without spacing and target restrictions.

NOW, THEREFORE, the Oil and Gas Commission (Commission), pursuant to Part 8, Division 6, Section 101 of the *Drilling and Production Regulation*, hereby approves the GEP scheme of Mobil as such scheme is described in

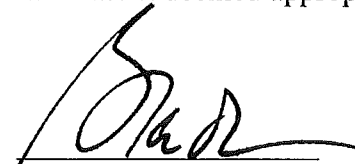
an Application from Mobil to the Commission dated July 5, 1999.

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

1. The area of the project shall consist of

Block K/94-I-11: units 52-55, 62-65, 72-79, 82-89 and 96-100
Block L/94-I-11: unit 91
Block C/94-I-14: units 6-10, 18-20 and 28-30
Block D/94-I-14: units 1, 11 and 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 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.



Bou van Oort
Director
Engineering and Geology Branch

DATED AT the City of Victoria, in the Province of British Columbia, this 9th day of August 1999.