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**RECEIVED**

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B.C. Oil and Gas Commission  
Engineering and Geology Branch  
6<sup>th</sup> Floor, Jack Davis Building  
1810 Blanshard Street  
Victoria, B.C.  
V8W 9N3

OIL AND GAS COMMISSION

Attention: **Peter Attariwala** *PA*

Dear Mr. Attariwala:

Re: **Good Engineering Practice Approvals**  
**Muskrat Boundary Lake "A" Pool**

Newport Petroleum Corporation wishes to be notified prior to any further increases being granted to the oil allowable for the subject pool. Our most recent information informs us that this allowable is currently 91.0 m3/d.

Prior to the drilling of the 8-14-87-18 W6M well, the pool W.I.'s were 60% Numac and 40% Newport. However, Newport declined to participate in the 8-14 well and is now in a penalty situation with no revenue coming from this well. This has caused an uneven equity situation in this pool. The recent increase in GEP was attributed to the new 8-14 well enhancing the pool capability. The remaining wells in this pool (Neglecting 8-14 ) are not capable of producing the current pool GEP, therefore any further increase in the pool allowable would benefit Numac alone.

If there are any questions regarding this situation, please contact the undersigned at (403) 215-8601.

Yours truly,

**NEWPORT PETROLEUM CORPORATION**

Graham Jackson, P. Eng.  
Senior Exploitation Engineer  
GJ/jl  
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