



OIL AND GAS COMMISSION

April 26, 2004

6460-4100-59240-06
OGC - 04152

Pengrowth Project (02)

W.J. Montgomery, P.Eng.
Consulting Engineer
Pengrowth Corporation
Petro-Canada Centre - East Tower
2900, 111 - 5th Avenue SW
Calgary AB T2P 3Y6

Dear Mr. Montgomery:

**RE: GOOD ENGINEERING PRACTICE APPROVAL
OAK BALDONNEL "A" POOL**

The Commission has reviewed your application dated March 18, 2004 requesting a Good Engineering Practice (GEP) scheme approval for producing gas from a portion of the Oak - Baldonnel "A" pool.

Attached is a GEP scheme approval for a portion of the subject pool. The Approval 04-06-038 is hereby granted under Part 8, Division 6, Section 101 of the British Columbia *Drilling and Production Regulation*.

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

Should you have any questions, please contact Peter Attariwala at (250) 952-0311 or Richard Slocomb (250) 952-0366.

Sincerely,

Craig Gibson, P. Eng.
Director
Resource Conservation Branch

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

Copy 90

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

Attachment

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 04-06-038

THE PROVINCE OF BRITISH COLUMBIA
PETROLEUM AND NATURAL GAS ACT
DRILLING AND PRODUCTION REGULATION
OIL AND GAS COMMISSION

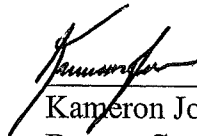
IN THE MATTER of a Good Engineering Practice (GEP) scheme of Pengrowth Corporation (Pengrowth) for producing a portion of the Oak - Baldonnel "A" pool without spacing restrictions.

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

an Application from Pengrowth to the Commission dated March 17, 2004.

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

1. The area of the scheme shall consist of section 11-86-18 W6M.
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 250m to the sides of the approved project area.
3. Gas production from the scheme area must be restricted to a daily gas allowable of $60.0 \times 10^3 \text{m}^3$.
4. This approval may be modified or rescinded at a later date if deemed appropriate.


Kameron Jones
Deputy Commissioner
Oil and Gas Commission

DATED AT the City of Fort St John, in the Province of British Columbia, this 20th day of April 2004.