



January 9, 2003

1400-2900-59240-06  
OGC - 03004

Jim Stannard, P.Eng.  
Exploitation Engineer  
Progress Energy Ltd.  
1400, 440-2<sup>nd</sup> Avenue S.W.  
Calgary AB T2P 5E9

Progress Project (03)

Dear Mr. Stannard:

**RE: GOOD ENGINEERING PRACTICE APPROVAL  
BLUEBERRY DUNLEVY "B" POOL**

Attached is a Good Engineering Practice (GEP) scheme approval for a portion of the subject pool, as requested in your application of December 3, 2002.

The Approval 03-06-001 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 an additional gas well 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 Peter Attariwala at (250) 952-0311 or Ron Stefik at 952-0310.

Sincerely,

Craig Gibson  
Manager  
Reservoir Engineering and Geology

Attachment

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

Copy 10

- Wellfile (originals)
- 59240
- Dally
- Resource Revenue
- S. Chlcorelli
- R. Stefik
- G. Farr
- P. Attariwala
- C. Gibson
- D. Krezanoski

**ENGINEERING AND GEOLOGY BRANCH**

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

APPROVAL 03-06-001

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

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IN THE MATTER of a Good Engineering Practice (GEP) scheme of Progress Energy Ltd. (Progress) for producing a portion of the Blueberry - Dunlevy "B" pool 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 the GEP scheme of Progress as such scheme is described in

*an Application from Progress to the Commission dated December 3, 2002.*

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

1. The area of the scheme shall consist of units 18, 19, 28 and 29 of Block E/94-A-13.
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.

  
Derek Doyle  
Commissioner  
Oil and Gas Commission

DATED AT the City of Victoria, in the Province of British Columbia, this 9<sup>th</sup> day of January 2003.