Dear Mr. Jackson:

RE: COMMINGLED PRODUCTION APPROVAL
TEMPENG ET AL PRESPATOU d-56-B/94-H-3; WA# 19168

The OGC has reviewed your application dated August 23, 2006 for approval to commingle gas production from the Notikwein and Gething formations in the subject well.

The Commission has designated the gas pools under application to be the Pickell – Notikewin “A” and Gething “F”.

The Notikewin zone is producing up the tubing/casing annulus at 0.5 \(10^3\) m\(^3\)/d. The Gething is flowing up tubing at a rate of 2.1 \(10^3\) m\(^3\)/d. The Notikewin and Gething zones are both producing below their critical lift rates and are experiencing liquid loading problems. Commingled production is expected to maximize production and reserve recovery. Gas compositions for both zones are similar.

We wish to advise you that your application to commingle production from these zones is hereby granted approval, under the authority of Section 41 of the Drilling and Production Regulation, subject to the following conditions:

1. Production from the Notikewin (870.5-873.5 mKB) and Gething (1098.0 – 1150.0 mKB) zones may be commingled.
2. Gas, condensate and water production should be allocated on the Ministry of Small Business and Revenue BC S-1 and BC S-2 forms on the basis of Notikewin 20% and Gething 80%.
3. This approval may be modified at a later date if deemed appropriate through a change in circumstances.

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

Sincerely,

Richard Slocomb, P. Eng.
Supervisor, Reservoir Engineering