

November 30, 2004

Bud Sambasivam Reservoir Engineer Cutbank Ridge EnCana Corporation 150, 9th Avenue S.W. P.O. Box 2850 Calgary AB T2P 2S5 5170-2800-59240-06 OGC - 04337

En Cana Project #1 (03) En Cana Project #2 (04)

Dear Mr. Sambasivam:

RE: GOOD ENGINEERING PRACTICE APPROVALS (AMENDMENT #1)
KELLY - CADOMIN "D" POOL

Attached are two Good Engineering Project (GEP) scheme approval amendments for the subject pool, as requested in your applications of October 4, 2004.

The Approvals 04-06-027 (Amendment #1) and 04-06-028 (Amendment #1) are hereby granted under Part 8, Division 6, Section 101 of the British Columbia *Drilling and Production Regulation*. Please note that only the approval areas have been enlarged, all other conditions remain unchanged.

These approvals will allow the drilling of additional gas wells 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 applications in the BC Gazette.

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

Sincerely,

Craig Gibson. P. Eng.

Director

Resource Conservation Branch

Attachments

WATERFLOOD, ETC.

Copy 9

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

1-25-18-03-48 because

Approval Letters to Industry GEP, SWD, CONCURRENT PROD, PRESSURE MAINTENANCE,

APPROVAL 04-06-027 (AMENDMENT #1)

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 EnCana Corporation (EnCana) for producing the Kelly - Cadomin Formation gas wells 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 an amendment to the GEP scheme of EnCana for drilling wells without spacing and target restrictions, as such scheme is described in

an Application from EnCana to the Commission dated October 4, 2004.

The scheme approval of March 8, 2004 is hereby amended, subject to the conditions herein contained and, in particular:

1. The area of the scheme shall consist of:

93-P-1:

Block A – units 91-100

Block B – units 91-95

Block G – units 1-5, 11-15, 21-25, 32-35, 42-45, 51-57, 61-67, 71-77, 81-87, 91-97

Block H – units 1-30, 34-39, 44-49, 51-70, 74-80, 84-90, 94-100

Block I – units 4-10, 14-20, 24-30, 34-39, 44-49

Block J – units 1-7, 11-19 and 21-29.

- 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.

Cameron Jones

Deputy Commissionef
Oil and Gas Commission

DATED AT the City of Fort St. John, in the Province of British Columbia, this ∂^{\dagger} day of November 2004.

En Cana Project #2 (04)

APPROVAL 04-06-028 (AMENDMENT #1)

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 EnCana Corporation (EnCana) for producing the Kelly - Cadomin Formation gas wells 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 an amendment to the GEP scheme of EnCana for drilling wells without spacing and target restrictions, as such scheme is described in

an Application from EnCana to the Commission dated October 4, 2004.

The scheme approval of March 8, 2004 is hereby amended, subject to the conditions herein contained and, in particular:

1. The area of the scheme shall consist of:

93-P-1:

Block I – units 76-80, 86-100

Block J – units 71, 81 and 91-93

93-P-8:

Block A – units 1-10, 14-20, 24-30, 38-40, 48-50, 58, 59, 68, 69, 78-80, 88-90, 98-100

Block B – units 1-3, 11-13, 21-23, 31, 34-41, 44-50, 52-60, 62-100

Block C – units 31, 41, 51, 61, 71-75, 81-85, 91-95

Block F - units 1-5, 11-15, 21-25, 36, 37, 46, 47

Block G – units 1-10, 12-20, 22-30

Block H - units 8-10

- 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.

Kameron Jones

Deputy Commissioner

Oil and Gas Commission

DATED AT the City of Fort St. John, in the Province of British Columbia, this ∂V day of November 2004.