



March 14, 1997

3600-6200-59240-06
970319

Mr. Brent A. Eshleman
Senior Development Engineer
Rigel Oil & Gas Ltd.
1900, Bow Valley Square 3
255 Fifth Avenue SW
Calgary AB T2P 3G6

Dear Mr. Eshleman:

**RE: GOOD ENGINEERING PRACTICE (GEP)
WATER INJECTION PRESSURE SUPPORT
FORT ST. JOHN BELLOY "G" POOL**

The Ministry has reviewed your letter of March 10, 1997, detailing the annual voidage replacement calculations as required for the subject GEP scheme.

As a condition of this GEP approval, water is injected into a common aquifer by Anderson Exploration Ltd. within the Eagle West Unit #1 on behalf of Rigel Oil & Gas Ltd. The declining production GOR indicates good pressure support. We agree that water volumes in excess of voidage replacement for this GEP have accumulated over the 1996 calendar year. Injection on behalf of the subject GEP may cease until production voidage balances with the accumulated injection volume. Details of these calculations are required following the present calendar year.

Should you have any questions, please contact the undersigned at (250) 952-0311.

Sincerely,

P. S. Attariwala,
A/Manager Engineering
Engineering and Operations Branch

RGS/cb

**Copies of Approval Letter to Industry (11)
RE: GEP, Salt Water Disposals, etc.**

<input type="checkbox"/>	D.L. Johnson
<input type="checkbox"/>	Data Management
<input checked="" type="checkbox"/>	R. Stefik
<input type="checkbox"/>	D. Richardson
<input type="checkbox"/>	Wellfile (originals)
<input type="checkbox"/>	59240
<input type="checkbox"/>	Resource Revenue
<input type="checkbox"/>	P.S. Attariwala
<input type="checkbox"/>	G. Farr
<input type="checkbox"/>	S. Chicorelli
<input type="checkbox"/>	Daily