



Ref. No. 88835

July 15, 1988

sent applic.
John Meyer
232-7358

Home
Gulf { Mr. K.R. Brown, P.Eng.
Scurry-Rainbow Oil Limited
1700 Home Oil Tower
324 Eighth Avenue S.W.
Calgary, Alberta
T2P 2Z5

Scurry Proj (02)
(replaced with
Scurry 03
Project)

Dear Mr. Brown:

Re: Application for Good Engineering Practice
Stoddart West-Artex 'A' Pool

This acknowledges receipt of your application dated June 4, 1988, requesting approval of a Good Engineering Practice (GEP) area in the subject pool with oil production to be exempted from GOR penalties.

The Ministry's geological and engineering interpretation is very similar to the one presented by your company. The oil pool is considered to be of limited areal extent and, at this time, only the A16-21-85-20 W6 oil well is completed in this pool. Due to high GOR penalties, the well cannot be produced economically. Therefore, this application will be treated as a concurrent production scheme with good engineering practice.

As written responses were submitted from the operators of adjacent developed land indicating that they have no objection to the proposal, your application is hereby approved under Division 77 of the B.C. Drilling and Production Regulations subject to the following conditions.

1. The area of concurrent production and Good Engineering Practice is N 1/2 Section. 21-85-20 W6.
2. The oil allowable for the well is 10 m³/d.

Mr. K.R. Brown
July 6, 1988
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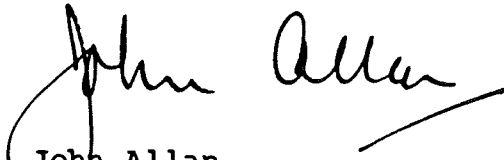
3. Gas production from the area will be limited to $14.1 \times 10^3 \text{ m}^3/\text{d}$.
4. Gas production will be conserved.
5. The effective date of the approval will be the date the Division is advised of completion of gas conservation facilities.
6. The approval is subject to periodic review and may be modified at a later date if deemed appropriate due to a change in circumstances.

*never became
effective*
80.

7% H₂S

Please note that the previously approved daily oil allowable for the well has been kept unchanged. Accordingly, another well drilled in the GEP area will also qualify for an oil allowable.

Yours sincerely,


John Allan
Acting Assistant Deputy Minister
Energy Resources Division

PSA:ket

cc: D.L. Johnson
Manager of Field Operations, Fort St. John