

March 4, 1997

Ref:

970231

File:

2000-4540-59240-07

Mr. Scott Ferguson, P. Eng. Manager, Operations Blue Range Resource Corporation 1300, 800 - 5th Ave SW Calgary AB T2P 3T6

Dear Mr. Ferguson:

RE:

APPROVAL FOR CONCURRENT PRODUCTION BOUNDARY LAKE COPLIN "B" POOL

This refers to your application of December 13, 1996 requesting that a Good Engineering Practice scheme be approved for the subject pool.

In this case, Concurrent Production is appropriate, production limits not being based strictly on reserves. The Approval 97-07-002 is hereby granted under section 113 of the *Petroleum and Natural Gas Act*.

It should be noted that there are no equity concerns at this time, however, the project allowables may be revised downward if an oil well outside the project area is completed in the subject pool by another operator.

Yours sincerely,

B. van Oort

Director

Engineering and Operations Branch

Attachment

RE: GEP, Salt Water Disposals, etc.

D.L. Johnson
Data Management
R. Stefik
D. Richardson
Wellfile (originals)
59240
Resource Revenue
P.S. Attariwala
G. Farr
S. Chicorelli
Daily

Copies of Approval Letter to Industry (11)

Ministry of Employment and Investment

Engineering and Operations Branch Mailing Address: PO Box 9326 Stn Prov Govt Victoria BC V8W 9N3

Location: Sixth Floor 1810 Blanshard Street Victoria

APPROVAL 97-07-002

THE PROVINCE OF BRITISH COLUMBIA PETROLEUM AND NATURAL GAS ACT MINISTRY OF EMPLOYMENT AND INVESTMENT **ENERGY AND MINERALS DIVISION**

IN THE MATTER of a Concurrent Production proposal of Blue Range Resource Corporation (BRRC) for producing the Boundary Lake Coplin "B" Pool with a project gas allowable and removing the oil allowable.

NOW, THEREFORE, the Division Head, pursuant to section 113 of the Petroleum and Natural Gas Act (the Act), hereby approves the Concurrent Production project of BRRC for oil and gas production, as such project is described in

an Application from BRRC to the Division dated December 13, 1996, and related submission.

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

- 1. The area of the project shall consist of Section 8 Township 87 Range 13 W6M.
- 2. The project oil allowable is waived.
- 3. Gas production from the project will be limited to 60.0 10³ m³ /d.
- 4. All associated gas production must be conserved.
- 5. This approval may be modified or rescinded at a later date if deemed appropriate.

Bou van Oort, on behalf of the Division Head

Energy and Minerals Division

DATED AT the City of Victoria, in the Province of British Columbia, this day of March, 1997.