

August 26, 2003

Christine Wennekers
Exploitation Engineer
Devon Canada Corporation
1600, 324 – 8th Avenue S.W.
Calgary AB T2P 2Z5

0380-4582-59240-07 OGC - 03226

"D" Devon Project (02)

Dear Ms. Wennekers:

RE: CONCURRENT PRODUCTION SCHEME APPLICATION BEAR FLAT – BEAR FLAT "B" and "D" OIL POOLS

The Commission has reviewed your application dated July 17, 2003 requesting Concurrent Production scheme approval for the Bear Flat "B" oil pool.

The Commission has carried out a technical review of the pool. Based on this review, the Bear Flat "B" pool has been split into two single well pools. The well A7-29-84-20 W6M remains in the Bear Flat "B" pool whereas the well 7-20-84-20 W6M is now mapped as the Bear Flat "D" pool.

As the Bear Flat "D" pool is of a limited size, your request for Concurrent Production scheme approval is justified. However, pool mapping and performance indicates that the Bear Flat "B" pool is not fully delineated. The Commission feels that sufficient information is not yet available to grant Concurrent Production approval at this time.

Therefore, for the Bear Flat "D" pool, Approval 03-07-006 is hereby granted under section 97 of the <u>Petroleum and Natural Gas Act</u>. Please note that this approval is not effective until the date that gas is conserved, with OGC notified in writing. (STERALLE 2004/03/12)

Should you have any questions, please contact Peter Attariwala at (250) 952-0311

Sincerely,		GEI PRE	oval Letters to Industry , SWD, CONCURRENT PROD SSURE MAINTENANCE, ERFLOOD, ETC.
frij Ale		Сор	y 10 Wellfile (originals) 59240 Daily
Craig Gibson, P. Eng.			Resource Revenue
Manager Reservoir Engineering and Geology			S. Chicorelli R. Stefik
			G. Farr P. Attariwala
ENGINEERING AND GEOLOGY BRANC PO Box 9329 Stn Prov Gov't, Victoria BC V8W 9N3 Tel: (250) 952-0 Location: 6 th Fir 1810 Blanshard St. Victoria P)302 Fax		C. Gibson D. Krezanoski

APPROVAL 03-07-006

THE PROVINCE OF BRITISH COLUMBIA PETROLEUM AND NATURAL GAS ACT OIL AND GAS COMMISSION

IN THE MATTER of a Concurrent Production scheme of Devon Canada Corporation (Devon) for producing the Bear Flat - Bear Flat "D" pool with a project gas and oil allowable.

NOW, THEREFORE, the Commission, pursuant to Section 97 of the <u>Petroleum and Natural Gas Act</u>, hereby approves the Concurrent Production scheme of Devon for oil and gas production with project allowables, as such scheme is described in

an Application from Devon to the Commission dated July 17, 2003 and related submission.

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

- 1. The area of the scheme shall consist of sec 20-84-20 W6M.
- 2. The project daily oil allowable is 10 m³.
- 3. Gas production will be limited to 5.0 10³ m³/d.
- 4. All produced gas must be conserved.
- 5. The requirements of Section 9 of the *Drilling and Production Regulation* are hereby waived, provided that oil wells within the scheme area are not completed nearer than 100 m to the sides of the approved area.
- 6. This approval may be modified or rescinded at a later date if deemed appropriate.

Craig Gibson

Manager

Reservoir Engineering and Geology

DATED AT the City of Victoria, in the Province of British Columbia, this 2 day of August 2003.