



August 26, 2004

2000-4800-32640-02
OGC - 04253

Kristy Ryszytylo
Environment and Regulatory Representative
CCS Energy Services
2400, 530-8th Ave SW
Calgary AB T2P 3S8

**Approval Letters to Industry
GEP, SWD, CONCURRENT PROD,
PRESSURE MAINTENANCE,
WATERFLOOD, ETC.**

Copy 9

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

Dear Ms. Ryszytylo:

**RE: APPLICATION AMENDMENT FOR
DEEP WELL DISPOSAL OF NON-SPECIAL WASTE
CCS Boundary A6-26-84-14 W6M. (WA 7474); Halfway Formation**

The Commission has reviewed CCS Energy Services' (CCS) application dated August 25, 2004 requesting an amendment to the approval to allow disposal of non-special waste into the Halfway formation of the subject well over an interval other than that stated in the approval.

The A6-26 well was approved for water disposal on September 19, 1994 following publication of notices in the British Columbia Gazette. The approval was amended (Amendment #1), as of April 7, 2003, at the request of the operator, to allow the disposal of non-special waste into the Halfway formation through the interval 1404.0 to 1410.0 mKB. A separate Approval under the provisions of the Waste Management Act was issued at that time by the Ministry of Water, Land and Air Protection (MWLAP).

CCS has requested to be allowed to dispose of non-special waste into the Halfway formation through the interval 1404.0 to 1419.0 mKB. The request is based on operational considerations outline in the application of August 25th.

The Commission has reviewed the geologic information available and concludes that the proposed interval for disposal is within the Halfway formation and is therefore in keeping with the intent of the original approval as amended by Amendment #1.

In view of the above, the condition #1 of the approval is hereby amended to allow non-special disposal into the Halfway formation. All other conditions remain unchanged. Attached is Approval 94-02-008 (Amendment #2) for the application granted under Part 8, Division 3, Section 94 of the *Drilling and Production Regulation*.

...2

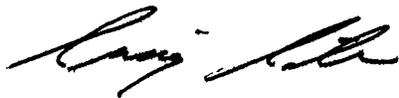
RESOURCE CONSERVATION BRANCH

PO Box 9329 Stn Prov Gov't, Victoria BC V8W 9N3 Tel: (250) 952-0302 Fax: (250) 952-0291
Location: 6th Flr 1810 Blanshard St. Victoria BC

Headquarters: #200, 10003 110th Ave, Fort St. John BC V1J 6M7 Tel: (250) 261-5729 Fax: (250) 261-5744
www.ogc.gov.bc.ca

Please note that the Commission must be notified on the expiry of MWLAP approval so that the well can revert back to salt water disposal status.

Sincerely,



Craig Gibson, P. Eng.
Director
Resource Conservation

Attachment

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APPROVAL 94-02-008 (Amendment #2)

**THE PROVINCE OF BRITISH COLUMBIA
PETROLEUM AND NATURAL GAS ACT
DRILLING AND PRODUCTION REGULATION
OIL AND GAS COMMISSION**

IN THE MATTER of a scheme of CCS Energy Services (CCS) for Disposal of Non-Special Waste (NSW) in the Halfway Formation in the well CCS Boundary A6-26-84-14 W6M (WA 7474).

NOW, THEREFORE, pursuant to Part 8, Division 3, Section 94 (previously Section 116 of the Act) of the Drilling and Production Regulation, the NSW disposal approval is hereby amended, as such scheme is described in

an application from CCS to the Commission dated August 25, 2004.

1. The disposal interval must be in the Halfway Formation.
2. A record of volume of NSW disposed of through this well must be included on a Monthly Injection/Disposal Statement, in the prescribed form (BC-S18), which must be submitted to the Commission not later than the 25th day of the month following the reported month.
3. The disposal/injection pressure at the sandface must not exceed the formation fracture pressure.
4. The non-special waste disposal operations must meet all conditions of Approval PE - 17594 granted by the Ministry of Water, Land and Air Protection
5. This approval may be modified or rescinded at a later date if deemed appropriate through a change in circumstances.



Craig Gibson
Director
Resource Conservation

DATED AT the City of Victoria, in the Province of British Columbia, this ^{20th} day of August, 2004.