



December 1, 1997

WA #: 8933
Reference: 971160

Mr. Michael R. Doherty, P. Eng.
Vice President Operations
Aquila Energy Inc.
3770 Bow Valley Square 2
205-5th Avenue SW
Calgary, AB T2P 2V1

Dear Mr. Doherty:

RE: APPLICATION FOR A SCHEME TO DISPOSE OF PRODUCED WATER
Aquila Sierra b-37-K/94-I-11 (WA# 8933)

This refers to your application dated October 27, 1997 requesting disposal of produced water into the Pine Point formation of the subject well.

Notice of your application was published in two issues of the British Columbia Gazette. As no written objections were received, your application is approved as submitted.

Attached is Approval 97-02-010 for the application granted under Part 8, Division 3, section 97 of the *Drilling and Production Regulation*.

Yours sincerely,

Bou van Oort, P. Eng.
Director
Engineering and Operations Branch

Attachment

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

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



APPROVAL 97-02-010

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

IN THE MATTER of a scheme of Aquilo Energy Inc. (Aquilo) for Salt Water Disposal (SWD) in the Pine Point formation in the well Aquilo Sierra b-37-K/94-I-11 (WA# 8933).

NOW, THEREFORE, pursuant to Part 8, Division 3, section 97 of the *Drilling and Production Regulation*, the SWD scheme is hereby approved, as such scheme is described in

an application from Aquilo to the Division dated October 27, 1997.

1. The water disposal interval must be in the Pine Point formation.
2. A record of volume of salt water disposed of through this well must be included on a Monthly Injection/Disposal Statement, in the prescribed form, which should be submitted to the Energy and Minerals Division 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. This approval may be modified or rescinded at a later date if deemed appropriate through a change in circumstances.



Bou van Oort
Director
Engineering and Operations Branch

DATED AT the City of Victoria, in the Province of British Columbia, this 1st day of December, 1997.