

U-2-35-U1

September 21, 1976

Union Oil Company of Canada Limited
335 - 8th Avenue, S.W.
Calgary 2, Alberta

Attention: Mr. J.T. Duxee

Dear Sir

In Application for Waterflood Scheme

Proposed Crush Unit #1

This is to advise that your application for installation of a waterflood scheme in the proposed Crush Unit No. 1 is approved. This approval is granted under Section 117 of the Petroleum and Natural Gas Act 1965 and is subject to the following conditions:

- 1) The approval is contingent upon formation of a Unit, including all acreage designated for inclusion in the Unit agreement presently being advertised in the British Columbia Gazette.
- 2) Water will be injected into the well located in d-39-f/94-a-16 at rates sufficient to maintain balanced or negative net fluid withdrawals, measured at reservoir conditions.
- 3) A monthly operations report will be filed with the Petroleum and Natural Gas Branch, within sixty days of the end of the report month. This report will present:
 - (a) a summary of monthly and cumulative production and injection data
 - (b) a summary of monthly and cumulative reservoir withdrawal and replacement data
 - (c) data indicating the proportion of produced gas conserved monthly
 - (d) a graphical reservoir history, showing complete production and injection data for the project.

September 11, 1970

- 4) Progress reports will be filed with the Petroleum and Natural Gas Branch in accordance with Division 104 of the Drilling and Production Regulations. These reports will include data pertaining to monthly and cumulative produced gas conserved.
- 5) The operation of the waterflood scheme will be subject to periodic review and as a consequence the Chief of the Petroleum and Natural Gas Branch may amend this approval as deemed necessary.

MINISTER

cc D.L. Johnson

W.L. Ingram

bcc Approvals Catalogue ✓