



RESCINDED due to *Oil and Gas Activities Act*

November 9, 2009

INFORMATION LETTER # OGC 09-20

Subject: Commingled Production – Plains & Northern Foothills Areas

To: Industry Clients

Effective Date: Effective Immediately

Background:

Regarding the OGAA Implementation:

All necessary regulations, documents and background information on OGAA can be found at www.ogc.gov.bc.ca/OGAA/

For any questions pertaining to the status of this document, please contact the Commission representative listed at the bottom.

The Oil and Gas Commission (Commission) in consultation with CAPP has examined the merits of a streamlined process for commingled well completions in the Plains and Northern Foothills areas.

The Commission recognizes the benefits of an area based commingled production approval for multiple gas bearing formations in this region, while ensuring the appropriate level of data is gathered to foster and monitor continued development. This area contains moderate geological structure and numerous producing formations, with variability in natural gas compositions.

The majority of individual well commingle applications in the Plains and Northern Foothills areas have concentrated on the need to unload fluids to sustain production or the capture of otherwise bypassed pay. Commingling in individual wells by notification is appropriate, where specific conditions are met, and is expected to provide efficiencies to maximize production and resource recovery from these zones.

The Commission will continue to accept individual commingling applications for wells not qualifying for commingling notification, where exceptional circumstances warrant.

If you have any questions regarding the above, please contact:

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BC Oil and Gas Commission