

October 30, 2007

8260-2600/2700-59070-20

Allan Mayder Exploitation Engineer Devon Canada Corporation 2000, 400 – 3rd Avenue SW Calgary AB T2P 4H2

Dear Mr. Mayder:

RE: APPROVAL FOR COMMINGLED PRODUCTION DEVON MIDNIGHT BIRLEY d-85-K/94-H-3; WA# 22206

The Commission has reviewed your application dated July 31, 2007 for approval to commingle gas production from the Bluesky and Gething zones encountered in the subject well.

The Commission designates the gas pools under application to be the Wargen – Bluesky "A" and Gething "F".

The Bluesky "A" pool is a multi-well pool whereas the Gething "F" is a single well pool. The Gething "F" pool is at virgin pressure while the Bluesky "A" is partially depleted. Several wells in the Bluesky "A" pool have been granted commingling approvals to maximize gas reserves. Both pools contain sweet gas. Commingled completion should allow the potentially marginal Gething zone to be produced thereby extending the production life of each zone.

We wish to advise you that your application to commingle production from these zones is hereby granted approval, under the authority of Section 41 of the *Drilling and Production Regulation*, subject to the following conditions:

- 1. Production from the Bluesky (1049.5-1050.5 mKB) and Gething (1086.5-1089.0 mKB) zones may be commingled
- 2. Gas, condensate and water production should be allocated on the Ministry of Small Business and Revenue BC S-1 and BC S-2 forms on the basis of Bluesky 65% and Gething 35%. The allocation factors may be amended to reflect results of any future tests.
- 3. This approval may be modified at a later date if deemed appropriate through a change in circumstances.

Should you have any questions, please contact the undersigned at (250) 952-0366.

Sincerely,

Richard Slocomb, P.Eng. Supervising Reservoir Engineer