

February 9, 2010

0320/4980/5000-59070-20

Jennie Wong Senior Development Specialist Talisman Energy Inc. 3400, 888 – 3rd Street S.W. Calgary AB T2P 5C5

Dear Mrs. Wong:

RE: COMMINGLED PRODUCTION TALISMAN ALTARES a-B087-I/94-B-1; WA#25969

Commission staff have reviewed your application dated February 5, 2010 for approval to commingle gas production from the Doig Phosphate and Montney zones encountered in the subject well.

Your request for an interim commingling approval is based on anticipation of the horizontal wellbore crossing between the Doig Phosphate and Montney formations as well as fracture treatments within the horizontal wellbore growing vertically and inevitably encountering both horizons. Talisman currently holds 100% ownership in the P&NG rights in the Doig and Montney formations so equity issues are of no concern. Gas compositions should be similar for the two zones.

Your application to commingle production from these zones is hereby granted **interim** approval, under the authority of section 41 of the *Drilling and Production Regulation*, subject to the following conditions:

- 1. Production from the Doig Phosphate and Montney formations may be commingled.
- 2. A production test must be completed to establish the AOF and initial reservoir pressure for the commingled zones, and reports filed as per the requirements of Sections 84 and 95 of the *Regulation*.
- 3. A supplementary application for commingled production, with supporting test data including gas analysis and proposed allocation factors for production reporting both gas and liquids.
- 4. Formal approval for commingled production *will not* be authorized until all of the above listed conditions have been met.

Should you have any questions, please contact the undersigned at (250) 419-4421 or Travis Mercure at (250) 419-4448.

Sincerely,

Richard Slocomb, P. Eng. Supervisor, Reservoir Engineering

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