

OIL AND GAS COMMISSION

May 23, 2001

1800-2900-59240-06 OGC – 01117

Linda McKean
Reservoir Engineer
Anadarko Canada Corporation
P.O. Box 2595 STN M
Calgary AB T2P 4V4

Anadarko Project (02)

Dear Ms. McKean:

RE: GOOD ENGINEERING PRACTICE APPROVAL BLUEBERRY WEST – DUNLEVY "A" POOL

Attached is a Good Engineering Practice (GEP) scheme approval for the subject pool, as requested in your application of January 4, 1999 from Berkley Petroleum Corp. It is noted that Anadarko Energy Corporation has now acquired Berkley.

The Approval 01-06-006 is hereby granted under Part 8, Division 6, section 101 of the British Columbia *Drilling and Production Regulation*. This approval will allow the drilling of gas wells without regard for spacing and target regulations in order to optimize pool drainage and recovery.

An objection to this application was filed with the Commission by an interest holder following the initial gazette period. As noted in your letter of December 19, 2000, the area of application is now held by Anadarko Canada Corporation 100%, rendering the earlier objection invalid.

Should you have any questions, please contact Peter Attariwala at (250) 952-0311 or Ron Stefik at 952-0310.

| Sincerely, | * |
|---|--|
| Craig Gibson, P. Eng. Manager | Approval Letters to Industry GEP, SWD, CONCURRENT PROD, PRESSURE MAINTENANCE, WATERFLOOD, ETC. Copy 9 Wellfile (originals) 59240 Daily |
| Reservoir Engineering and Geology Attachment | Resource Revenue S. Chicorelli R. Stefik G. Farr P. Attariwala D. Krezanoski |
| | |

APPROVAL 01-06-006

THE PROVINCE OF BRITISH COLUMBIA PETROLEUM AND NATURAL GAS ACT DRILLING AND PRODUCTION REGULATION OIL AND GAS COMMISSION

IN THE MATTER of a Good Engineering Practice (GEP) scheme of Anadarko Canada Corporation (Anadarko) for producing Blueberry West Dunlevy "A" pool gas wells without spacing and target restrictions.

NOW, THEREFORE, the Oil and Gas Commission (Commission), pursuant to Part 8, Division 6, Section 101 of the *Drilling and Production Regulation*, hereby approves the GEP scheme of Anadarko as such scheme is described in

an Application from Anadarko (originally Berkley Petroleum Corp.) to the Commission dated January 4, 1999.

This scheme is approved, subject to the conditions herein contained and, in particular:

1. The area of the project shall consist of

Twp 88 Rge 25: Sections 17, 20, and fractional Section 29

94-A-12/Block L: fractional units 6 and 7 units18-20, 28-30, 38-40 and 48-50

94-B-9/Block I: units 11, 21, 31 and 41

- 2. The requirements of Section 10 of the *Drilling and Production Regulation* are hereby waived, provided that gas wells within the scheme area are not completed nearer than 250 m to the sides of the approved project area.
- 3. The gas wells within the project area may be produced without individual well allowable restrictions.
- 4. This approval may be modified or rescinded at a later date if deemed appropriate.

Craig Gibson Manager

Tyranagei

Reservoir Engineering and Geology

DATED AT the City of Victoria, in the Province of British Columbia, this day of May 2001.