

March 20, 2006

1280-4610-59240-06 OGC - 06114

Tracy Macijuk
NE BC Exploitation Department
Devon Canada Corporation
2000, 400 – 3rd Avenue S.W.
Calgary AB T2P 4H2

Dear Ms. Macijuk:

RE: GOOD ENGINEERING PRACTICE APPROVAL BIRLEY CREEK - A MARKER/BASE OF LIME "A" POOL

The Commission has reviewed your application dated February 13, 2006 requesting a Good Engineering Practice (GEP) scheme approval for producing gas from the Birley Creek – A Marker pool.

The area of application has been mapped by the Commission as the Birley Creek field – A Marker/Base of Lime "A" pool

Attached is Approval 06-06-017, granted under Part 8, Division 6, Section 101 of the British Columbia *Drilling and Production Regulation*.

This approval is intended to allow operational flexibility and to allow the drilling and production of gas wells without spacing and target considerations for maximization of gas recovery. No objections were received following a publication of notice of the application in the BC Gazette.

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

| Sincerely, | |
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| Richard Slocomb, P. Eng. A/Director Resource Conservation Branch | Approval Letters to Industry GEP, SWD, Concurrent Prod, Pressur Maintenance, Waterflood, Etc. Copy 12 Daily E. O'Neill Wellfile J. Merson D. Krezanoski R. Slocomb R. Stefik R. Stefik G. Farr S. Chicorelli |
| Attachment | |

APPROVAL 06-06-017

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 Devon Canada Corporation (Devon) for producing a portion of the Birley Creek -- A Marker/Base of Lime "A" gas pool without well spacing and target restrictions.

NOW, THEREFORE, the Commission, pursuant to Part 8, Division 6, Section 101 of the *Drilling and Production Regulation*, hereby approves the GEP scheme of Devon for drilling wells without spacing and target restrictions, as such scheme is described in

an Application from Devon to the Commission dated February 13, 2006.

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

1. The area of the project shall consist of:

94-H-3:

Block K - units 34-37, 44-47, 54-59, 64-69, 78, 79, 88 and 89.

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

Richard Slocomb Acting Director

Resource Conservation Branch

DATED AT the City of Victoria, in the Province of British Columbia, this 20 day of March 2006.