

OIL AND GAS COMMISSION

November 16, 2007

7410-4800-59240-06

Marg Fraser, C.E.T. NE BC Exploitation Department Devon Canada Corporation 2000, 400 – 3rd Avenue S.W. Calgary AB T2P 4H2

Dear Ms. Fraser:

RE: GOOD ENGINEERING PRACTICE APPROVAL RED CREEK NORTH – HALFWAY "A" POOL

Commission staff have reviewed your application dated September 21, 2007 requesting Good Engineering Project (GEP) scheme approval for producing gas from a portion of the subject pool.

Attached is Approval 07-06-036, granted under Part 8, Division 6, Section 101 of the *Drilling and Production Regulation*.

No objections were received following public notice of the application. This approval is intended to allow drilling and production of additional gas wells within the GEP area for maximization of gas recovery.

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

Sincerely,

Richard Slocomb, P.Eng. Supervisor, Reservoir Engineering Resource Conservation

Attachment

APPROVAL 07-06-036

THE PROVINCE OF BRITISH COLUMBIA <u>PETROLEUM AND NATURAL GAS ACT</u> 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 Red Creek North – Halfway "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 September 21, 2007.

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

1. The area of the project shall consist of:

Twp 86 Rge 21 W6M – Section 18 Twp 86 Rge 22 W6M – Section 13.

- 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.
- 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 This approval may be modified or rescinded at a later date if deemed appropriate.

Richard Slocomb Supervisor, Reservoir Engineering Resource Conservation

DATED AT the City of Victoria, in the Province of British Columbia, this 16th day of November 2007.