

July 3, 2009

9021-5000-59240-06

Greg Douglas Vice President, Land Huron Energy Corporation 1000 Bow Valley Square 1 202, 6<sup>th</sup> Avenue S.W. Calgary AB T2P 2R9

Dear Mr. Douglas:

RE: GOOD ENGINEERING PRACTICE APPROVAL, AMENDMENT #1
HERITAGE FIELD – MONTNEY "A" POOL

Commission staff have reviewed the application, dated December 16, 2008, prepared by Fekete Associates Inc. on behalf of Huron Energy Corporation, requesting amendment to Good Engineering Practice (GEP) scheme approvals granted for producing gas from the regional Heritage field Montney "A" pool.

Attached is Approval 08-06-034 (Huron Project #4) Amendment #1, granted under Part 8, Division 6, Section 101 of the *Drilling and Production Regulation*. This amendment modifies the project area and target area, intended to allow the drilling and production of gas wells within the GEP area without regard for spacing and target restrictions for maximization of gas recovery. Gas target buffer distances have been reduced to 150 meters on all sides, based on documentation of consent from off-setting rights owners, the final letter only recently received.

Approval 08-06-033 (Huron Project #3) is **hereby rescinded**. This area, consisting of Section 2-79-18 W6M, is now incorporated into Huron Project #4.

Should you have any questions, please contact Ron Stefik at (250) 419-4430.

Sincerely,

Richard Slocomb, P.Eng.

Supervisor, Reservoir Engineering

**Resource Conservation** 

Attachment

cc. Brian Ohlinger, Fekete Associates Inc.

## APPROVAL 08-06-034 (Amendment #1)

## 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 Huron Energy Corporation (Huron), for producing gas wells without spacing and target restrictions from the Heritage field - Montney "A" pool.

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

an Application from Huron to the Commission dated July 22, 2008, December 16, 2008 and related submissions.

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

1. The area of the project shall consist of:

Twp 78 Rge 18 W6M: sections 32, 33 Twp 79 Rge 18 W6M: sections 2, 3 and 4.

- 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 150 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 3<sup>rd</sup> day of July 2009.