

September 14, 2004

4380-2700/2900-59070-20 OGC - 04263

Casandra Lai, P.Eng.
Exploitation Engineer
Canadian Natural Resources Limited
2500, 855 – 2nd Street S.W.
Calgary AB T2P 4J8

Dear Ms. Lai:

RE: INTERIM APPROVAL FOR COMMINGLED PRODUCTION CNRL UNIT N GRIZZLY c-74-G/93-I-15; Wa# 4136

The Commission has reviewed your email dated September 10, 2004 seeking approval to commingle gas production from the Gething and Dunlevy zones encountered in the subject well.

The well c-74-G has an established production history from the Grizzly North Dunlevy "A" pool. The Dunlevy zone is characterized by very low permeability, that may be susceptible to formation damage should the well be killed by conventional hydraulic means. The Gething zone, not yet completed, is expected to be of limited extent and productivity. Measurement of gas rate following commingled flow of the Gething and Dunlevy zones should indicate contribution from the Gething. Commingled production is expected to increase the productive life of this well, thereby increasing recoverable reserves.

We wish to advise you that 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. The Gething and Dunlevy formations may be completed for commingled production.
- 2. A formal application for commingled production, as outlined in the "Guideline for Approval to Commingle Production from Two or More Zones", available from the OGC website, must be submitted with data supporting proposed allocation factors for production reporting.
- 3. Formal approval for commingled approval will not be authorized until the above conditions have been met.

The requirements for measurement and reporting of the initial reservoir pressure and AOF for the Gething zone, under Sections 84 and 95 of the *Drilling and Production Regulation*, are hereby waived.

Should you have any questions, please con	ntact the undersigned at (250) 952-0310,	Approval Letters to Industry COMMINGLED PRODUCTION
Sincerely,	Och. 28/04 Getting testal title, kyst tekned pecker, commissing approved not required! Res	Copy Wellfile (originals) 59070-20 Daily Resource Revenue
Ron G. Stefik, AScT Senior Reservoir Engineering Technician		R. Stefik G. Farr D. Krezanoski RICHARD SLOCOMB