

8150-26004800-59070-20 OGC - 03057

Christine Wennekers
Exploitation Engineer
Devon Canada Corporation
1600, 324 – 8th Avenue SW
Calgary AB T2P 2Z5

Dear Ms. Wennekers:

RE: INTERIM APPROVAL FOR COMMINGLED PRODUCTION <u>DEVON TOMMY c-A89-H/94-G-9</u>; WA# 15493

The Commission has reviewed your application dated February 27, 2003 for approval to commingle gas production from the Bluesky and Halfway zones encountered in the subject well.

Initial approval is intended to allow the acquisition of additional supporting data for a formal commingling application. Both zones are outside of the gas target area. As the affected gas spacing areas in the Halfway zone are located within an area of Good Engineering Practice, off-target penalty does not apply. However, off-target penalty waiver is required in order to produce the Bluesky without penalty. As noted in your application, gas compositions should be similar for the two zones and Bluesky should have somewhat higher reservoir pressure. Therefore, commingled production is expected to increase Halfway zone gas production by mitigating liquid loading problems.

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. Production from the Bluesky and Halfway formations may be commingled.
- 2. A supplementary application for commingled production must be submitted, with proposed allocation factors for production reporting.
- 3. AOF and reservoir pressure reports, based on available data, must be filed for each zone as per the requirements of sections 84 and 95 of the *Regulation*.
- 4. Application must be made to waive the off-target penalty for production from the Bluesky.
- 5. This approval may be modified at a later date if deemed appropriate through a change in circumstances.

Sincerely,	Appr COM <i>Copy</i>	oval Letters to Industry MINGLED PRODUCTION 8	,
RAHMINE		Wellfile (originals) 59070-20 Daily	
Peter Attariwala, P. Eng. Supervisor Reservoir Engineering		Resource Revenue R. Stefik G. Farr	
ENGINEERING AND GEOLOGY BRAI PO Box 9329 Stn Prov Gov't, Victoria BC V8W 9N3 Tel: (250) 95_ Location: 6 th Flr 1810 Blanshard St. Victoria		P.S. Attariwala D. Krezanoski	