Oil and Gas Commission

January 28, 1999

Mr. Darrell Wardberg, P. Eng. Area Engineer, British Columbia Encal Energy Ltd. 1800, 421 - 7th Ave SW Calgary AB T2P 4K9 COMMINGLED PRODUCTION

Copy

Wellfile (originals)
59070-20
Daily
Resource Revenue
R. Stefik
G. Farr

Email
D. Krezanoski
P.S. Attariwala

Approval Letters to Industry

8900-2700-59070-20 OGC-990097

Dear Mr. Wardberg:

RE: APPLICATION FOR COMMINGLED PRODUCTION ENCAL ET AL ZAREMBA b-45-I/94-H-6; WA# 11243

The Commission has reviewed your application dated January 21, 1999, requesting permission to commingle gas production from the Bluesky "G" and Gething "C" pools encountered in the subject well.

Reservoir pressure and fluid compositions are similar for the two pools. Commingling would minimize surface disturbance as well as increasing the producing life of the well, thereby increasing recoverable reserves. We wish to advise you that your application to commingle production from these pools is hereby approved, under the authority of Section 41 of the *Drilling and Production Regulation*, subject to the following conditions:

- 1. Production from the Bluesky "G" pool (1172.4 1174.2 mKB) and Gething "C" (1196.5 1200.5 mKB) pools may be commingled.
- 2. Gas, condensate and water production should be allocated on the Ministry of Energy and Mines BC S-1 and BC S-2 forms on the basis of Bluesky 60% and Gething 40%.
- 3. This approval may be modified at a later date if deemed appropriate through a change in circumstances.

Sincerely,

B. van Oort, P. Eng.

Director

Engineering and Geology Branch

Phone: (250) 952-0302 Fax: (250) 952-0291