

March 6, 2006

7340-2700-59070-20 OGC – 06087

Scott Urquhart
Reservoir Engineer, EIT
Pengrowth Corporation
2900, 240 – 4<sup>th</sup> Avenue S.W.
CALGARY AB T2P 4H4

Dear Mr. Urquhart:

RE: APPLICATION FOR COMMINGLED PRODUCTION PENGROWTH PRESPATOU c-18-A/94-H-3; WA# 11729

The Commission has reviewed your application dated February 21, 2006 and supplemental information dated March 3, 2006, requesting permission to commingle gas production from the Gething zones encountered in the subject well.

The Commission has designated the gas pools under application to be the Prespatou – Gething "C", Gething "D" and Gething "E". All three Gething pools have been mapped as single well pools. Only test flow rate are available for the three pools. Gas compositions are similar for the pools, all being slightly sour. Any potential crossflow due to the difference in pressures should have no detrimental effect on other producing wells. Commingled completion with production through the tubing is expected to offer an economic ability to produce marginal zones, thereby increasing reserves recovery.

We wish to advise you that your application to commingle production is hereby approved, under the authority of Section 41 of the *Drilling and Production Regulation*, subject to the following conditions:

- 1. Production from the Gething "C" (1123.5–1127.0 mKB), Gething "D" (1101.0–1102.0 mKB), and Gething "E" (1072.0-1077.0 mKB) zones may be commingled.
- 2. Gas, condensate and water production should be allocated on the Ministry of Small Business and Revenue BC S-1 and BC S-2 forms on the basis of Gething "C"60%, Gething "D" 10% and Gething "E" 30 %. The allocation factors may be amended to reflect results of any future tests.
- 3. This approval may be modified at a later date if deemed appropriate through a change in circumstances.

Sincerely,	A constitution of the brokens
	Approval Letters to Industry COMMINGLED PRODUCTION
Richard Slocomb, P.Eng. Acting Director Resource Conservation Branch	Copy 8  Wellfile (originals) 59070-20 Daily Resource Revenue R. Stefik G. Farr R Slocomb D. Krezanoski

RESOURCE CONSERVATION BRANCH

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