

April 14, 2004

4700-8400-32640-02 OGC - 04140

Leonard Fabes, P.Eng.
Exploitation Engineer
Canadian Natural Resources Limited
Suite 2500, 855 – 2 Street S.W.
Calgary, Alberta T2P 4J8

Dear Mr. Fabes:

RE: APPLICATION FOR SALT WATER DISPOSAL
CNRL HELMET d-79-A/94-P-7; Slave Point "B"; WA# 2881

The Commission has reviewed your application, dated March 4, 2004, requesting permission to dispose of produced water into the Slave Point "B" pool of the subject well.

We concur that the subject well appears to be a good candidate for salt water disposal in the Slave Point formation. Notice of your application was published in two issues of the BC Gazette with April 1, 2004 being the last date for any valid objections. As no written objections were received, your application is approved.

Attached is Approval 04-02-004 for the application granted under Part 8, Division 3, Section 94 of the Drilling and Production Regulation.

Sincerely, Approval Letters to Industry GEP, SWD, CONCURRENT PROD, PRESSURE MAINTENANCE, WATERFLOOD, ETC. Wellfile (originals) 59240 Daily Craig Gibson, P. Eng. Resource Revenue Director S. Chicorelli Resource Conservation Branch R. Stefik G. Farr P. Attariwala C. Gibson Attachment D. Krezanoski

APPROVAL 04-02-004

THE PROVINCE OF BRITISH COLUMBIA PETROLEUM AND NATURAL GAS ACT DRILLING AND PRODUCTION REGULATION OIL AND GAS COMMISSION

IN THE MATTER of a scheme of Canadian Natural Resources Limited (CNRL) for Salt Water Disposal (SWD) in the Slave Point "B" pool in the well CNRL Helmet d-79-A/94-P-7 (WA 2881).

NOW, THEREFORE, pursuant to Part 8, Division 3, Section 94 of the *Drilling and Production Regulation*, the SWD scheme is hereby approved, as such scheme is described in

an application from CNRL to the Commission dated March 4, 2004.

- 1. The water disposal interval must be in the Slave Point formation.
- 2. A record of volume of salt water disposed of through this well must be included on a Monthly Injection/Disposal Statement, in the prescribed form (BC-S18), which must be submitted to the Oil and Gas Commission not later than the 25th day of the month following the reported month.
- 3. The disposal/injection pressure at the sandface must not exceed the formation fracture pressure.
- 4. This approval may be modified or rescinded if deemed appropriate through a change in circumstances.

Craig Gibson

Director

Resource Conservation Branch

Oil and Gas Commission

DATED AT the City of Victoria, in the Province of British Columbia, this 17 day of April 2004.