

January 21, 2020

0200-2700-32640-60

Lawrence Ndoh, P. Eng Facilities Engineer Aitken Creek Gas Storage ULC 11304 – 100th Avenue Ft St John, British Columbia V1J 1Z9

Dear Mr. Ndoh,

RE:

OBSERVATION WELL DESIGNATION APPROVAL AITKEN GAS AITKEN b-33-L/94-A-13 (WA# 7076) AITKEN CREEK – GETHING 'A'

BC Oil and Gas Commission (Commission) staff have reviewed the January 17, 2020, application from Aitken Creek Gas Storage ULC (ACGS) seeking observation well designation for Aitken Gas Aitken b-33-L/94-A-13 (WA# 7076) in the Aitken Creek field, Gething 'A' pool

The Drilling and Production Regulation Part 1 defines an observation well as "a well or a portion of a well designated as an observation well under section 2 (7)".

- 2 (7) An official may designate a well as an observation well if
 - (a) the well is being used to monitor reservoir pressures or to obtain other formation information, and
 - (b) the well is not used to produce from, or inject or dispose of fluids into, a formation being monitored.

The subject well was drilled in 1989 and the Gething formation was completed for the purpose of oil production. The last reported production from the subject well was May 2005. The well was shut-in due to declining oil production and increasing gas production. Pressure monitoring and oil production in the pool indicate potential for oil to recharge in the reservoir. ACGS is requesting observation well designation for the subject well to monitor oil potential in the pool.

Approval of observation status is granted for Aitken Gas Aitken b-33-L/94-A-13 (WA# 7076), for the Gething formation, with the following requirements:

- conduct two reservoir pressure tests annually and submit the results to the Commission,
- · conduct a static gradient test once every two years, and
- conduct an annual surface casing vent flow rate test and submit the results to the Commission.

Should you have any questions, please contact Kathryn Archibald at (250) 419-4406 or the undersigned at (250) 419-4430.

Sincerely,

Ron Stefik, Eng. L.

Supervisor, Reservoir Engineering

Oil and Gas Commission