

April 7, 2003

2000-4800-32640-02 OGC - 03089

Joe Bell North Canadian Resources Ltd. PO Box 146 Cecil Lake, BC V0C 1G0

Dear Mr. Bell:

RE: APPLICATION AMENDMENT FOR DEEP WELL DISPOSAL OF NON-SPECIAL WASTE Northcan Boundary A6-26-84-14 W6M, (WA 7474); Halfway Formation

The Commission has reviewed your application dated April 7, 2003 requesting permission to dispose of non-special waste into the Halfway formation of the subject well.

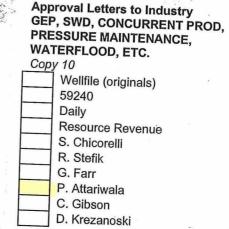
The A6-26 well was approved for water disposal on September 19, 1994 following publication of notices in the British Columbia Gazette. The well has been in successful operation since it's approval. The operator now wishes to dispose of non-special waste liquids generated by the oil and gas industry during operation activities at production facilities. A separate Approval under the provisions of the Waste Management Act has been issued by the Ministry of Water, Land and Air Protection (MWLAP).

In view of the above, the water disposal approval is hereby amended to allow the disposal of nonspecial waste. Attached is Approval 94-02-008 (Amendment #1) for the application granted under Part 8, Division 3, Section 94 of the *Drilling and Production Regulation*.

Please note that the Commission must be notified on the expiry of MWLAP approval so that the well can revert back to salt water disposal status.

Sincerely,

Craig Gibson, P. Eng. Manager Reservoir Engineering and Geology



Attachment

ENGINEERING AND GEOLOGY BRANCH

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APPROVAL 94-02-008 (Amendment #1)

THE PROVINCE OF BRITISH COLUMBIA <u>PETROLEUM AND NATURAL GAS ACT</u> DRILLING AND PRODUCTION REGULATION OIL AND GAS COMMISSION

IN THE MATTER of a scheme of North Canadian Resources Ltd. (NCRL) for Disposal of Non-Special Waste (NSW) in the Halfway Formation in the well Northcan Boundary A6-26-84-14 W6M (WA 7474).

NOW, THEREFORE, pursuant to Part 8, Division 3, Section 94 (previously Section 116 of the Act) of the Drilling and Production Regulation, the NSW disposal approval is hereby amended, as such scheme is described in

an application from NCRL to the Commission dated April 7, 2003.

- 1. The disposal interval must be in the Halfway Formation (1404.0-1410.0 mKB).
- 2. A record of volume of NSW 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 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. The non-special waste disposal operations must meet all conditions of Approval AE 17365 granted by the Ministry of Water, Land and Air Protection
- 5. This approval may be modified or rescinded at a later date if deemed appropriate through a change in circumstances.

/t.

Craig Gibson Manager Reservoir Engineering and Geology

DATED AT the City of Victoria, in the Province of British Columbia, this **7** day of April, 2003.