



Province of
British Columbia

Ministry of
Energy, Mines and
Petroleum

Parliament Buildings
Victoria
British Columbia

Approval Letters to Industry (11)

December 5, 1994

Mr. L.H. Burke, P. Eng.
Adams Pearson Associates Inc.
Petroleum Engineering Consultants
Suite 600, 521-3rd Avenue S.W.
Calgary, Alberta
T2P 3T3

D.L. Johnson
P.S. Attariwala
R.G. Stefik
G. Farr
D. Richardson
S. Chicorelli
Daily
Well File
ORCS
Data Management
Resource Revenue

941293
WA 2814

Dear Mr. Burke:

**RE: APPROVAL FOR COMMINGLED PRODUCTION
CHAUVCO W. STODDART 11-7-86-20 W6M; WA 2814**

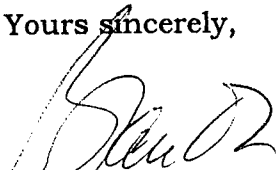
This is with respect to your application dated November 15, 1994, submitted on behalf of Chauvco Resources Limited, requesting a concurrent production approval for the subject well.

A detailed geological and engineering review of the Stoddart West Belloy "A" gas pool and Belloy "L" oil pool was carried out. This has resulted in the "A" pool being split into two pools, namely Belloy "A" and "P" pools with wells 11-7 and 10-18-86-20 W6 now being mapped in the "P" pool. Accordingly, the 11-7 well is currently completed as a dual well with perforations in the Belloy "L" oil pool and the underlying Belloy "P" gas pool.

Perforations in both pools were initially open and the well was classified a gas well. However, in November 1976, these perforations were segregated and dual oil and gas status was granted to the well. The gas pool was shut-in and only the oil pool was placed on production. We concur with your proposal to re-activate the gas pool and conserve all produced gas. Therefore, we wish to advise you that commingling, appropriate in this case, is hereby approved subject to the following conditions:

1. Production from the Belloy "L" oil pool and the underlying "P" gas pool may be commingled.
2. Production should be allocated on the BC S-1 and BC S-2 forms on the following basis:
 - Belloy "L"—oil with its established GOR of 800 m³/m³.
 - Belloy "P"—the remaining gas.
3. The approval may be modified at a later date if deemed appropriate through a change in circumstances.

Yours sincerely,


B. van Oort, P.Eng.
Manager, Engineering
Engineering and Operations Branch

cc: D.L. Johnson

94 RESERVES