



September 12, 1990

Mr. A. Douglas Hugli, P. Eng.  
Unocal Canada Management Limited  
150-6th Avenue S.W., Box 1180  
Calgary, Alberta  
T2P 2K9

*Unocal Project (04)*

Dear Mr. Hugli:

**APPLICATION FOR CONCURRENT PRODUCTION AND  
GOOD ENGINEERING PRACTICE  
UNOCAL ET AL ELM d-46-C/94-H-7  
ELM HALFWAY "C" POOL**

This acknowledges receipt of your application dated August 24, 1990, requesting approval for concurrent production under good engineering practice for the subject pool.

The Division's geological and engineering interpretation and Unocal's technical interpretation indicates this oil pool to be of a limited areal extent. The subject well is the only oil well completed in the Halfway "C" pool and is surrounded by four dry holes. Therefore, equity for adjacent land owners is not a concern.

Consequently, Unocal Canada Management Limited is hereby granted approval under section 113 of the Petroleum and Natural Gas Act to concurrently produce the Elm Halfway "C" pool, subject to the following conditions:

1. The area of approval is units 36, 37, 46 and 47-Block C/94-H-7.
2. The daily oil allowable for the well is 11.7 m<sup>3</sup>.
3. Gas production from the well will be limited to 14 e<sup>3</sup>m<sup>3</sup>/d.