

January 20, 1993

File: 3580-4800-59240-07

930052

Mr. Ed Thurmeier Manager, Operations OGY Petroleums Ltd. Suite 2270, 140 - 4th Avenue S.W. Calgary, Alberta T2P 3N3

bec: S. Chicorelle S. Joojat

Dear Mr. Thurmeier:

RE: MODIFICATION TO CONCURRENT PRODUCTION FLATROCK WEST HALFWAY "D" POOL

This acknowledges receipt of your application dated November 18, 1992, requesting modifications to the concurrent production approval in the subject pool by enlarging the area and assigning a higher gas allowable.

A concurrent production approval for section 34-84-17 W6M of the Flatrock West Halfway "D" pool was granted on March 22, 1989, and revised to account for infill drilling within the project area on March 22, 1990. As OGY Petroleum has now purchased the mineral rights of Section 3-85-17 W6M, conditions #1 and #3 of the concurrent production approval are further modified as follows:

- The area of approval is Section 34-84-17 W6M and Section 3-85-17 W6M.
- Gas production from the area, based on volumetric gas cap reserves, is 75 e3m3/d.

All other conditions of the original approval remain unchanged.

Yours sincerely,

Bou van Oort Acting Director Engineering and Operations Branch

PSA:nhc cc: D.L. Johnson Manager, Field Operations