

October 28, 2013

3540-4900-59240-06

Carrie Kallal Artek Exploration Ltd. 2300, 520 – 5th Avenue S.W. Calgary, Alberta T2P 3R7

Dear Ms. Kallal:

RE:

GOOD ENGINEERING PRACTICE SPECIAL PROJECT OTHER THAN NORMAL SPACING ORDER FIREWEED FIELD – DOIG FORMATION

The Commission has reviewed your application, dated September 5, 2013, requesting a Good Engineering Practice approval for an area within the Fireweed field – Doig formation.

The GEP area offsets the Fireweed Doig C gas pool to the south and GEP Approval #03-06-025 issued to EnCana. The primary product in this GEP area is expected to be gas, but may be oil, in which case a GEP amendment would be required.

The following Orders are attached:

- 1) Order 13-06-010 designating Good Engineering Practice within a portion of the Fireweed field Doig formation as a Special Project under section 75 of the *Oil and Gas Activities Act*, and
- 2) Order 13-06-010 OTN approving Other Than Normal Spacing under section 65.1 of the *Petroleum and Natural Gas Act* for the subject formation and area.

As a Good Engineering Practice special project, the applicant intends to locate, complete and operate wells in a manner to optimize resource recovery while minimizing surface impacts. No objections were received following posting of a notice of application on the OGC website.

Should you have any questions, please contact Kelly Okuszko at (250) 419-4470 or Ron Stefik at (250) 419-4430.

Sincerely,

Richard Slocomb, P.Eng.

Deputy Commissioner, Engineering

Oil and Gas Commission

Attachments

IN THE MATTER of an application from Artek Exploration Ltd. to the Commission dated September 5, 2013 for a Good Engineering Practice project.

ORDER 13-06-010

1 Under Section 75(1)(a) of the *Oil and Gas Activities Act*, a portion of the Fireweed field – Doig formation is designated as a special project for the enhanced recovery of natural gas utilizing Good Engineering Practice within the following area;

NTS 94-A-13 Block A – units 51, 61, 71, 81 NTS 94-A-14 Block D – units 60, 70, 80 and 90.

Richard Slocomb, P.Eng.

Deputy Commissioner, Engineering

Oil and Gas Commission

DATED AT the City of Victoria, in the Province of British Columbia, this 2 day of October 2013.

IN THE MATTER of an application from Artek Exploration Ltd. to the Commission dated September 5, 2013 for Other Than Normal Spacing.

ORDER 13-06-010-OTN

1 Under Section 65.1(2) of the *Petroleum and Natural Gas Act*, Other Than Normal Spacing is approved within a portion of the Fireweed field – Doig formation within the following area;

NTS 94-A-13 Block A – units 51, 61, 71, 81 NTS 94-A-14 Block D – units 60, 70, 80 and 90.

- 2 Under section 65.1(3) of the Petroleum and Natural Gas Act, I specify the following:
 - a) the target area for a gas well completed within the project area is not nearer than 250m to the sides of the Other Than Normal Spacing area.
 - b) a gas well completed outside the specified target area may be subject to an off-target production penalty,
 - c) gas wells drilled within the specified project area are not subject to spacing requirements.

Ron Stefik, Eng. L.

Supervisor, Reservoir Engineering

Oil and Gas Commission

DATED AT the City of Victoria, in the Province of British Columbia, this 28 day of October 2013.