



Province of
British Columbia

Ministry of
Energy, Mines and
Petroleum Resources

Approval letters to industry
cc: D.L. Johnson
Petroleum Revenues
Engineering Systems
Approvals Books
S. Foofat
Wellfile

March 12, 1992

920244
6200-4800-59240-06

Mr. Brian T. Moreland
Senior Reservoir Engineer
Poco Petroleum Ltd.
P.O. Box 4365, Postal Station C
Calgary, Alberta
T2T 5N2

Poco Project (02)

Dear Mr. Moreland:

**RE: APPLICATION FOR GOOD ENGINEERING PRACTICE
MONTNEY HALFWAY "D" AND "H" POOLS**

This refers to your application dated November 27, 1991, wherein a Good Engineering Practice (GEP) approval was requested for the Montney Halfway "D" and "H" oil pools.

We concur with your analysis regarding the geological mapping of the Montney Halfway "D" and "H" pools as well as the existing commingling of production in these pools. There are no equity concerns as the land covering these pools is controlled by Poco. The Branch agrees that greater operational flexibility offered to you by this approval will enhance conservation objectives.

Attached is Approval #92-06-002 for the application granted under Part 8, Division 6, section 104 of the British Columbia Drilling and Production Regulation.

This approval may be modified or rescinded at a later date if deemed appropriate through a change in circumstances.

Yours sincerely,



B.E. Hanwell
Director
Engineering and Operations Branch

cc: Mr. D.L. Johnson
Manager, Field Office

APPROVAL 92-06-002

THE PROVINCE OF BRITISH COLUMBIA
PETROLEUM AND NATURAL GAS ACT
DRILLING AND PRODUCTION REGULATION
MINISTRY OF ENERGY, MINES AND PETROLEUM RESOURCES
ENERGY RESOURCES DIVISION

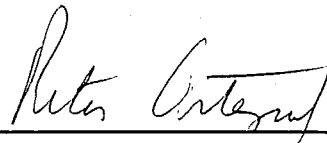
IN THE MATTER of a Good Engineering Practice (GEP) scheme of Poco Petroleums Ltd. (Poco) for producing Montney Halfway "D" and "H" Pool oil wells with a project oil allowable.

Now therefore the Division Head, pursuant to Part 8, Division 6, section 104 of the Drilling and Production Regulation, hereby approves the GEP scheme of Poco for oil production with a project oil allowable being the sum of individual well allowables, as such scheme is described in

(a) *Application from Poco to the Division dated 27th November 1991 and related submission.*

This scheme is approved, subject to the conditions herein contained and, in particular:

1. The area of the project shall consist of Section 1-87-19 W6.
2. The project oil allowable, being the sum of individual well allowables, is 61.7 m³/d.
3. Associated gas production of the wells will continue to be conserved.



Peter Ostergaard
Assistant Deputy Minister
Energy Resources Division

Dated at the City of Victoria, in the Province of British Columbia, this 12 day of March, 1992.