



Ref. No. 86174

1986 02 13

Poco Petroleums Ltd.
600 Bow Valley Square II
205 - 5th Avenue, S.W.
Calgary, Alberta
T2P 2V7

Attention: Mr. W. B. Haney, P. Eng.

Dear Sir:

Re: Application for Good Engineering Practice with
Produced Gas Re-injection; E 1/2 Section
35-85-20 W6; Stoddart West Belloy 'C'

This refers to your application of December 1985 requesting approval of a Good Engineering Practice area in E 1/2 Section 35-85-20 W6 in the Stoddart West Belloy 'C' Pool with re-injection of produced gas from the area.

Notice of your application was published in the British Columbia Gazette of January 16th and 23rd, 1986. An objection from Petro-Canada Resources, owners of Belloy P&NG rights adjacent to Section 35, was withdrawn. Accordingly the application is hereby approved under Division 77 of the Drilling and Production Regulations subject to the following conditions:

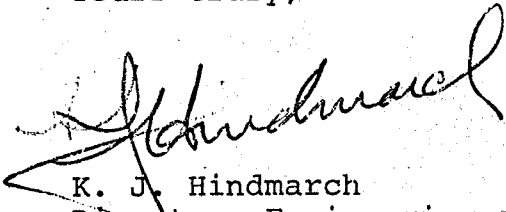
1. The area of Good Engineering Practice consists of E 1/2 Section 35-85-20 W6.
2. The project daily oil allowable will be 36.7 m³/d (equivalent to the sum of individual well allowables for 2-35, 10-35 and 16-35-85-20 W6.)

3. Produced gas will be injected in the well 10-35-85-20 W6. *(Eff. Apr. '86)*
4. GOR penalties for the project will be based on net gas production.
5. The effective date of this approval will be the day gas injection facility becomes operational.
6. This approval may be modified at a later date if deemed appropriate through a change in circumstances.

NOTE: first record of gas injection was May '86

Please note that according to our geological interpretation, the well A8-35-85-20 W6 is located in the Stoddart Belloy 'C' pool and as such has not been included in this approval.

Yours truly,



K. J. Hindmarch
Director, Engineering and Operations

PSA:ket

cc: D. L. Johnson

✓ bcc: P.K. Huus
W. L. Ingram