Parliament Buildings Victoria British Columbia V8V 1X4

Ref. No. 85757

1985 08 06

bcc: W. L. Ingram

P. K. Huus

Amoco Canada Petroleum Company Ltd. Amoco Canada Building 444 Seventh Avenue, S.W. Calgary, Alberta T2P 0Y2

Attention: Mr. G. R. Greenshields

Dear Sir:

Re: Application for Inga Unit No. 2 Waterflood Modification

This will acknowledge receipt of your application dated 1985 06 27 requesting approval to convert the production well Murphy et al Inga 16-6-86-23 W6 to water injection service. We wish to advise that the approval is hereby granted under section 116 of the Petroleum and Natural Gas Act.

The incremental oil production resulting from the flood modification will qualify for provincial new oil royalty rates. The fraction of Unit production receiving new oil royalty, based on the "fixed ratio" method will be increased from 20% to 28%. The effective date will be the first day of the month following the date when 16-6-86-23 W6 is converted to water injection service.

Yours truly,

J. Hindmarch

Director, Engineering and Operations

PSA:ket

cc: D.L. Johnson

B. Garrison