

3404806
35006800

March 31, 1967

Pacific Petroleum Ltd.,
P. O. Box 6666,
Calgary, Alberta.

Attention: Mr. A. M. McIntosh,
Manager of Production.

Dear Sir: Re: Application for Approval of a Scheme of Pressure
Maintenance by Water Injection, and for Approval
of a Joint M.P.R. - Pacific Sinclair Peejay Project

Your application of 7 February 1967 for approval of a scheme of pressure maintenance by water injection in the Halfway Pool in that portion of the Peejay Field comprising Units 22, 31, 32, 33, 41, 42 and 43, Block H, N.T.S. Map 94-A-15 to be known as Pacific Sinclair Peejay Project, and for approval of a joint M.P.R. of 3,046 barrels of oil per day for the wells in that part of the field is approved under Section 117 of the Petroleum and Natural Gas Act, 1965 subject to the following conditions:

- (1) The volume of water to be injected, the rate of injection and the wells into which the water will be injected shall be as approved by the Chief of the Petroleum and Natural Gas Branch.
- (2) Adequate records shall be kept concerning the operation of the scheme and these shall include records of the volumes of all fluids produced and injected.
- (3) The operation of the scheme shall be subject to review from time to time by the Chief of Branch.
- (4) The Chief of Branch from time to time may issue general or special orders concerning the operation of the scheme.
- (5) The joint M.P.R. of 3,046 barrels of oil per day shall become effective on the first day of the month in which the injection of water begins.
- (6) The Chief of Branch may approve prior to the commencement of water injection a joint M.P.R. equal to the sum of the primary M.P.R.s of the wells in the project area.

(7) This approval is subject to review and amendment if deemed necessary.

Yours very truly,

MINISTER