



Province of
British Columbia

Ministry of
Energy, Mines and
Petroleum Resources

Parliament Bldg
Victoria
British Columbi
V8V 1X4

bcc: P.K. Huus
M.B. Hamersley

Reference No. 87389

May 7, 1987

Scurry-Rainbow Oil Limited
1700 Home Oil Tower
324 Eighth Avenue S.W.
Calgary, Alberta
T2P 2Z5

Attention: Mr. M.L. Johns, P.Eng.

Dear Sir:

Re: Application to Amend East Eagle Unit No. 1
Waterflood Approval

With reference to your application of 1987 04 03 requesting amendments to the original Branch approval and to your meeting with the Ministry staff on 1987 04 24, we wish to advise that your application is approved subject to the following conditions. Conditions 3 and 4 of the original Branch approval of 1986 05 13 are hereby modified to read as follows:

3. Wells completed at 14-22, 15-22, 8-27, 2-26, 9-26 and either 11-25 or 13-25-84-18W6M will be used for water injection.
4. The following semi-annual base gas-oil ratio limited will be applied to the waterflood allowable with effect from July 1, 1987.

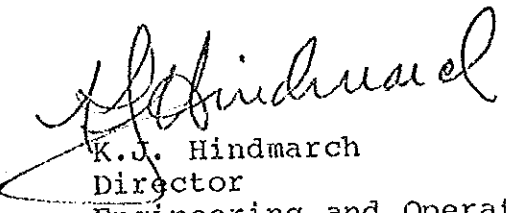
<u>YEAR</u>	<u>BASE FOR OIL-RATIO m³/m³</u>
1987/2nd half	165
1988/1st half	125
1988/2nd half	110
1989 onward	100

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Please note that the present oil allowable comfortably exceeds Unit production capacity by about 50 m³/d. An increase in the Unit oil allowable could be requested dependent on further evidence of oil recovery and deliverability improvements.

Yours truly,

PETROLEUM RESOURCES DIVISION



K.J. Hindmarch

Director

Engineering and Operations

PSA/rr

cc: D.L. Johnson