



April 27, 1998

Copies for Approval Letter to Industry (11)

RE: GEP, Salt Water Disposals, etc.

<input type="checkbox"/>	G. Miltenberger
<input type="checkbox"/>	Data Management
<input checked="" type="checkbox"/>	R. Stefik
<input type="checkbox"/>	D. Richardson
<input type="checkbox"/>	P. Attariwala
<input type="checkbox"/>	G. Farr
<input type="checkbox"/>	S. Chicorelli
<input type="checkbox"/>	Resource Revenue
<input type="checkbox"/>	59240
<input type="checkbox"/>	Wellfiles (originals)
<input type="checkbox"/>	Daily

800-7400-32640-02
980396

Mr. Alastair Nichol
Supervisor Exploitation
Blue Range Resource Corporation
1300, 800 - 5 Avenue SW
Calgary, AB T2P 3T6

Dear Mr. Nichol:

RE: APPLICATION FOR A SCHEME TO DISPOSE OF PRODUCED WATER
Blue Range Beg b-A79-I/94-B-16 (WA# 10656)

This refers to your application dated March 13, 1998 requesting disposal of produced water into the Debolt formation of the subject well.

We concur that the well b-A79-I/94-B-16 is a good candidate for salt water disposal in the Debolt formation. Notice of your application was published in two issues of *The BC Gazette*. As no written objections were received, your application is approved as submitted.

Attached is Approval 98-02-004 for the application granted under Part 8, Division 3, Section 97 of the *Drilling and Production Regulation*.

Yours sincerely,

Bou van Oort, P. Eng.
Director
Engineering and Operations Branch

PSA/mef

Attachment

APPROVAL 98-02-004

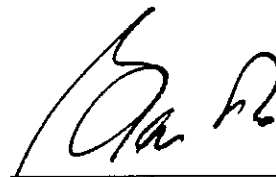
**THE PROVINCE OF BRITISH COLUMBIA
PETROLEUM AND NATURAL GAS ACT
DRILLING AND PRODUCTION REGULATION
MINISTRY OF ENERGY AND MINES
ENERGY AND MINERALS DIVISION**

IN THE MATTER of a scheme of Blue Range Resource Corporation (Blue Range) for Salt Water Disposal (SWD) in the Debolt formation in the well Blue Range Beg b-A79-I/94-B-16 (WA# 10656).

NOW, THEREFORE, pursuant to Part 8, Division 3, Section 97 of the *Drilling and Production Regulation*, the SWD scheme is hereby approved, as such scheme is described in

an application from Blue Range to the Division dated March 13, 1998.

1. The water disposal interval must be in the Debolt formation.
2. A record of volume of salt water disposed of through this well must be included on a Monthly Injection/Disposal Statement, in the prescribed form, which must be submitted to the Energy and Minerals Division not later than the 25th day of the month following the reported month.
3. The disposal/injection pressure at the sandface must not exceed the formation fracture pressure.
4. This approval may be modified or rescinded if deemed appropriate through a change in circumstances.



Bou van Oort, P.Eng.
Director
Engineering and Operations Branch

DATED AT the City of Victoria, in the Province of British Columbia, this 20 day of April, 1998.