November 14, 2001

3200-8400-32640-02 OGC - 01221

Rick Bawol
Exploitation Manager
Progress Energy Ltd.
1110, 520 – Fifth Avenue S.W.
Calgary, AB T2P 3R7

Dear Mr. Bawol:

RE: APPLICATION FOR SALT WATER DISPOSAL
PROGRESS CLARKE a-99-F/94-J-10, (WA# 7517); SLAVE POINT FORMATION

The Commission has reviewed your application dated September 24, 2001 requesting permission to dispose of produced water into the Slave Point formation of the subject well.

The well a-99-F/94-J-10 appears to be a good candidate as a backup salt water disposal well. Notice of your application was published in two issues of the BC Gazette. As no written objections were received, your application is approved.

Attached is Approval 01-02-009 for the application granted under Part 8, Division 3, Section 94 of the *Drilling and Production Regulation*.

Although the well has been shut-in since October 1994 due to high water cut, it is possible that the water cone has subsided by now. In view of this, prior to the well being converted to salt water disposal service, every attempt should be made to flow test the well.

Sincerely,	•
	Approval Letters to Industry GEP, SWD, CONCURRENT PROD, PRESSURE MAINTENANCE, WATERFLOOD, ETC.
levig the	Copy 9 Wellfile (originals)
Craig Gibson, P. Eng.	59240
Manager	Daily
	Resource Revenue
Reservoir Engineering and Geology	S. Chicorelli
	R. Stefik
Attachment	G. Farr
	P. Attariwala
	D. Krezanoski

APPROVAL 01-02-009

THE PROVINCE OF BRITISH COLUMBIA PETROLEUM AND NATURAL GAS ACT DRILLING AND PRODUCTION REGULATION OIL AND GAS COMMISSION

IN THE MATTER of a scheme of Progress Energy Ltd. (Progress) for Salt Water Disposal (SWD) in the Slave Point formation in the well Progress Clarke a-99-F/94-J-10 (WA# 7517).

NOW, THEREFORE, pursuant to Part 8, Division 3, Section 94 of the *Drilling and Production Regulation*, the SWD scheme is hereby approved, as such scheme is described in

an application from Progress to the Commission dated September 24, 2001.

- 1. The water disposal interval must be in the Slave Point 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 (BC-S18), which must be submitted to the Oil and Gas Commission 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 This approval may be modified or rescinded if deemed appropriate through a change in circumstances.

Craig Gibson

Manager

Reservoir Engineering and Geology

Oil and Gas Commission