

## PNG Guideline 5 April 2003

## Application for Approval of a Horizontal Well Project

- 1. An application under section 17.1 of *The Oil and Gas Conservation Act* for approval of a horizontal well project shall include:
  - (a) Estimates of:
    - (i) the original oil and gas in place for the drainage area of each proposed horizontal well, and for the total project area where more than one well is involved;
    - (ii) the recovery under the existing producing mechanism;
    - (iii) the recovery for each horizontal well, including details of the calculation.
  - (b) A brief description of the geology in the project area, accompanied by structure contour and isopach maps if these are helpful in explaining the orientation of the wells.
  - (c) A description of the drilling plan (including surface location, build rate, kick-off point, proposed horizontal length, etc.), mud type, logging program and completion.
  - (d) The estimated capital costs, operating costs and project timetable (spud date, completion date, etc.).
  - (e) Maps showing:
    - (i) the project area with existing and proposed wells, drawn to scale, with the surface location and horizontal section of each well clearly identified;
    - (ii) the lessors (mineral owners) and lessees within and adjoining the project area.
  - (f) A sketch showing by cross section the subsurface equipment and completion details of each horizontal well.
  - (g) Consent letters or a request to advertise the application in *The Saskatchewan Gazette* if good production practice is being requested and the requirements of section 30.4 of *The Oil and Gas Conservation Regulations*, 1985 will not be met.
  - (h) Consent letters from offsetting lessors and lessees if the set-back distances specified in section 30.3 of *The Oil and Gas Conservation Regulations, 1985* will not be met.

- 2. The submission shall be in written and illustrated form, signed by an officer of the company making the application, and appropriately bound.
- 3. The applicant shall, upon request, provide additional copies of the submission to any owners or operators directly affected by the project.
- 4. Submit four (4) copies of each application to:

Engineering Services Branch Saskatchewan Industry and Resources 200 - -2101 Scarth Street Regina, Saskatchewan S4P 2H9

5. For further information contact Garth Simmons at (306) 787-2601 or Ken Kowal at (306) 787-8584.