



JAN 06 2006

Exploratory
 Development Other (N/A)

Delineation
 Service

APPROVAL TO DRILL A WELL

This application is submitted under Section 82(1) of the *Canada Oil and Gas Drilling Regulations* (SOR/79-82). When approved under Section 83 of the Regulations it is the requisite approval for the commencement of drilling operations.

| | | | |
|--------------------------|--------------------------|------------------------|-----------------------|
| Well Name: | Para Et Al Cameron J-74 | | |
| Operator: | Paramount Resources Ltd. | | |
| Operating License No.: | 1125 | Drilling Program No.: | |
| Contractor: | Precision Drilling Ltd. | | |
| Drilling Rig or Unit: | 129 | Interest Identifier: | Production Licence 13 |
| Land Use Permit No.: | MV2002A0046 | | |
| Location: Unit: | J Section: 74 | Estimated Well Cost: | \$1500000.00 |
| Coordinates: Surface: | Lat.: 60°3'38.8" | Water Licence No.: | MV2002L1-0007 |
| (NAD 27) Bottom Hole: | Lat.: 60°3'38.8" | Grid: | 60-10-117-15 |
| Region: | Nwt | Long.: | 117°28'55.7" |
| Elevation KB/RT: | 774.3m | Long.: | 117°28'55.7" |
| Approximate Spud Date: | 15/Jan/2006 | Field / Pool: | Cameron Hills |
| Anticipated Total Depth: | 1465.0m | GL / Seafloor: | 770.6m |
| | | Est. Days on Location: | 13 |
| | | Target Formation: | Sulphur Point |

EVALUATION PROGRAM

| | Interval (m KB) | Comments |
|--------------------------|--------------------|--|
| Ten-metre samples: | | |
| Five-metre samples: | 1320.0 - 1465.0 | |
| Canned sample intervals: | 1320.0 - 1465.0 | |
| Conventional cores at: | 1414.0 - 1432.0 | Sulphur Point Dolomite |
| Logs and Tests: | 425.0 - 1465.0 | STI-SP-GR, SPED-CNT-GR-DAC, BCS-GR-SAC, MOICRLOG |

CASING AND CEMENTING PROGRAM

| O.D. (mm) | Weight (kg/m) | Grade | Setting Depth (m KB) | Cementing (m³) |
|-----------|---------------|-------|----------------------|----------------|
| 406.0 | 70.2 | | 12.2 | 0.5 |
| 219.0 | 35.7 | J-55 | 425.0 | 24.5 |
| 139.0 | 23.0 | J-55 | 1465.0 | 30.7 |
| | | | | |

B.O.P. Equipment: Sour service 279 mm X 21 MPa with double rams and annular

Other Information: _____

| | |
|---------------------------|------------------------------------|
| Signed: <u>Dave Block</u> | Title: Drilling Consultant |
| Responsible Officer | |
| Name: Dave Block | Operator: Paramount Resources Ltd. |
| Date: Jan 4, 2006 | Phone: (403)206-3834 |

NEB USE ONLY

An approved copy of this notice is to be posted at each drillsite. This operation is authorized under Section 5.1(b) of the *Canada Oil and Gas Operations Act* (O-7) and is subject to the terms and conditions attached to this authorization.

Date: 11 JAN 06
 File: 9211- - -
 WID: 2032
 UWI: 3001746010117150

Signed:

Chief Conservation Officer