

STATE OF ALASKA

SARAH PALIN, GOVERNOR

ALASKA OIL AND GAS CONSERVATION COMMISSION

333 W. 7th AVENUE, SUITE 100
ANCHORAGE, ALASKA 99501-3539
PHONE (907) 279-1433
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CANCELLATION

ADMINISTRATIVE APPROVAL NO. AIO 1.002

Mr. Steve Rossberg, Well Program Manager
BP Exploration (Alaska) Inc.
P.O. Box 196612
Anchorage, AK 99519-6612

RE: Cancellation of Administrative Approval AIO 1.002 (Well DIU 2-34/P14)

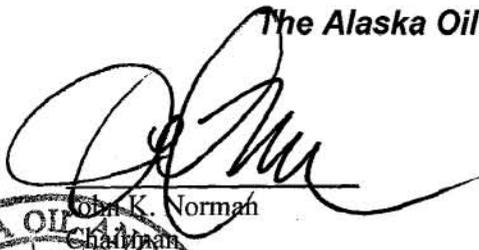
Dear Mr. Rossberg:

Pursuant to BPXA's request dated January 18, 2007 AOGCC hereby cancels Administrative Approval AIO 1.002, which allows water injection in Endicott well 2-34/P14 within the Duck Island Unit ("DIU"). This well exhibited tubing by inner annulus pressure communication, and BPXA did not at the time propose repairing the well to eliminate the problem. The Commission determined that water injection could safely continue in the well, but subject to a number of restrictive conditions set out in the administrative approval.

Since then, BPXA has shut in the well awaiting a rig work over to replace the tubing. Consequently, Administrative Approval AIO 1.002 no longer applies to operation of this well. Instead, injection in well DIU 2-34/P14 will be governed by provisions of the underlying Area Injection Order No. 1.

DONE at Anchorage, Alaska and dated January 30, 2007.

The Alaska Oil and Gas Conservation Commission


John K. Norman
Chairman


Cathy P. Foerster
Commissioner

