

**ADMINISTRATIVE APPROVAL NUMBERS
CO457B.001 and AIO22C.001**

Mr. Gil Beuhler
GPB Waterflood Resource Manager
BP Exploration (Alaska) Inc.
P. O. Box 196612
Anchorage, AK 99519-6612

Dear Mr. Beuhler:

By letter dated October 19, 2005, BP Exploration (Alaska), Inc. ("BPXA") requested authorization to extend current pilot miscible injection (MI) operations in the Aurora Oil Pool ("AOP") to the full area of the AOP. Rule 9(c) of AIO 22C and Rule 7 of CO 457B require that administrative approval be obtained prior to long term injection of MI in wells outside of the North of Crest and West Blocks of the AOP. On May 11, 2004 the Commission approved pilot MI injection into wells S-112, S-110, and S-116, which lie outside of the North of Crest and West Blocks. On December 22, 2004, the Commission extended these pilot operations to September 30, 2005.

MI slugs have been injected into six wells in the AOP. Offset producers to all these injectors have shown some beneficial response. In addition, MI injection has a beneficial effect upon injectivity of water, and reservoir pressures are increasing as a result.

The Commission approves injection of MI throughout the AOP area subject to the conditions of AIO 22C and CO 457B and statewide regulations under 20 AAC 25 (to the extent not otherwise superseded by AIO 22C and Conservation Order 457B. AIO 22B Rule 9 (c) and CO 457B Rule 7) are amended to eliminate the restriction of MI injection to only the North of Crest and West Blocks.

As provided in AS 31.05.080(a), within 20 days after written notice of this decision, or such further time as the Commission grants for good cause shown, a person affected by it may file with the Commission an application for rehearing. A request for rehearing is considered timely if it is received by 4:30 PM on the 23rd day following the date of this letter, or the next working day if the 23rd day falls on a holiday or weekend. A person may not appeal a Commission decision to Superior Court unless rehearing has been requested.

DONE at Anchorage, Alaska and dated November 10, 2005.

John K. Norman
Chairman

Daniel T. Seamount, Jr.
Commissioner

Cathy P. Foerster
Commissioner

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May 11, 2004

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