

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
FAX (907) 276-7542

CANCELLATION ADMINISTRATIVE APPROVAL NO. AIO 4C.008

Ms. Anna Dube, Well Integrity Coordinator
BP Exploration (Alaska) Inc.
P.O. Box 196612
Anchorage, AK 99519-6612

RE: Cancellation of Administrative Approval AIO 04C.008 (Well PBU 01-25)

Dear Ms. Dube:

Pursuant to a BP Exploration (Alaska), Inc. ("BPXA") request dated June 10, 2007 Alaska Oil and Gas Conservation Commission ("AOGCC") hereby cancels Administrative Approval AIO 04C.008, which allowed continued water injection. This well exhibited inner annulus by outer annulus pressure communication, and a production casing leak, and BPXA did not at the time propose repairing the well to eliminate the problems. 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 pending a rig workover to restore the well's mechanical integrity. Consequently, Administrative Approval AIO 04C.008 no longer applies to operation of this well. Instead, injection in well PBU 01-25 will be governed by provisions of the underlying AIO No. 4E which supersedes and replaces AIO 4C.

DONE at Anchorage, Alaska and dated July 20, 2007.

The Alaska Oil and Gas Conservation Commission



Daniel T. Seamont, Jr.
Commissioner



Cathy P. Foerster
Commissioner