

**STATE OF ALASKA
ALASKA OIL AND GAS CONSERVATION COMMISSION
333 West 7th Avenue, Suite 100
Anchorage, Alaska 99501**

Re: **THE APPLICATION OF HILCORP**) Area Injection Order No. 007.002
ALASKA, LLC. for Administrative) **(Cancelled)**
Approval to Cancel Administrative) Middle Ground Shoal (MGS) Field
Approval 7.002 which allows injection of) Middle Ground Shoal A, B, C, D,E, F, G Oil
a limited amount of non-hazardous waste) Pools
into wells MGS ST 17595 17 (aka Baker)
17; PTD 1852170) and MGS ST 17595 16) May 28, 2013
(aka Baker 16; PTD 1770170).

By letter dated May 3, 2013, Hilcorp Alaska, LLC (Hilcorp) requested approval to cancel Area Injection Order (AIO) 007.002 and have Enhanced Oil Recovery (EOR) injection operations governed by provisions of the underlying AIO 007.000. The Alaska Oil and Gas Conservation Commission (AOGCC) hereby **GRANTS** the Hilcorp request to cancel AIO 007.002. Administrative approval to allow the use of Middle Ground Shoal State 17595 Wells 16 and 17 (Baker 16; Baker 17) is addressed by separate correspondence dated May 28, 2013.

Production and injection operations were halted on Baker Platform in June 2003 and the platform surface equipment was purged/cleaned of hydrocarbons and most of the equipment removed from the platform. AIO 7.002 authorized pumping waste liquids into the producing intervals of Baker 16 and Baker 17. Waste liquids from the purging/cleaning operation were disposed of into the producing formations in Baker 16 and Baker 17 in accordance with AIO 7.002. AOGCC records indicate that from 2003 the Baker 16 well had 10,400 bbls injected, and the Baker 17 well had 15,692 bbls injected into the peripheral areas of the production reservoir. The basis for approval of AIO 7.002 was the depleted nature of the producing intervals completed by Baker 16 and Baker 17.

DONE at Anchorage, Alaska and dated May 28, 2013.


Cathy P. Foerster
Chair, Commissioner


John K. Norman
Commissioner



RECONSIDERATION AND APPEAL NOTICE

As provided in AS 31.05.080(a), within **20** days after written notice of the entry of this order or decision, or such further time as the AOGCC grants for good cause shown, a person affected by it may file with the AOGCC an application for reconsideration of the matter determined by it. If the notice was mailed, then the period of time shall be **23** days. An application for reconsideration must set out the respect in which the order or decision is believed to be erroneous.

The AOGCC shall grant or refuse the application for reconsideration in whole or in part within 10 days after it is filed. Failure to act on it within 10-days is a denial of reconsideration. If the AOGCC denies reconsideration, upon denial, this order or decision and the denial of reconsideration are **FINAL** and may be appealed to superior court. The appeal **MUST** be filed within **33** days after the date on which the AOGCC mails, **OR 30** days if the AOGCC otherwise distributes, the order or decision denying reconsideration, **UNLESS** the denial is by inaction, in which case the appeal **MUST** be filed within **40** days after the date on which the application for reconsideration was filed.

If the AOGCC grants an application for reconsideration, this order or decision does not become final. Rather, the order or decision on reconsideration will be the **FINAL** order or decision of the AOGCC, and it may be appealed to superior court. That appeal **MUST** be filed within **33** days after the date on which the AOGCC mails, **OR 30** days if the AOGCC otherwise distributes, the order or decision on reconsideration. As provided in AS 31.05.080(b), "[t]he questions reviewed on appeal are limited to the questions presented to the AOGCC by the application for reconsideration."

In computing a period of time above, the date of the event or default after which the designated period begins to run is not included in the period; the last day of the period is included, unless it falls on a weekend or state holiday, in which event the period runs until 5:00 p.m. on the next day that does not fall on a weekend or state holiday