

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) 276-75423

ADMINISTRATIVE APPROVAL NUMBERS AIO 22C.002 and AIO 3.010

Mr. Frank Paskvan
GPB West Manager
BP Exploration (Alaska) Inc.
P. O. Box 196612
Anchorage, AK 99519-6612

Re: Request for modification to AIO 22C and AIO 3 to allow for commingled injection within the Aurora and Prudhoe (Western Operating Area) Oil Pools in S-31A

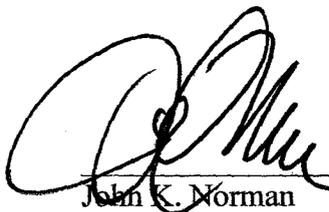
Dear Mr. Paskvan:

By letter dated November 13, 2006, BP Exploration (Alaska) Inc. ("BPXA") requested approval to allow water injection into both the Aurora Oil Pool and the Sag River Formation of the Prudhoe Oil Pool through multiple completions in Well S-31A. In accordance with 20 AAC 25.210, Rule 9 of Area Injection Order ("AIO") 003.000, and Rule 8 of AIO 22C the Alaska Oil and Gas Conservation Commission ("Commission") hereby grants BPXA's request with the following conditions:

1. An approved Application for Sundry Approval (Form 10-403) is required prior to commencement of commingled injection.
2. A downhole injection survey for purposes of allocation of injection by pool is required within 60 days of sustained injection and at least once per year thereafter so long as commingled injection continues.
3. Monthly reports of injected volumes by pool must be submitted on the Monthly Injection Report (Form 10-406)
4. Annual and total cumulative volumes injected by pool and results of logs or surveys used for determining the allocation of water injection between pools must be supplied in the annual reservoir surveillance report.

As provided in AS 31.05.080, 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 December 7, 2006.



John K. Norman
Chairman



Daniel T. Seamount, Jr.
Commissioner



Cathy P. Foerster
Commissioner

