

STATE OF ALASKA

SEAN PARNELL, GOVERNOR

ALASKA OIL AND GAS CONSERVATION COMMISSION

333 W. 7th AVENUE, SUITE 100
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CANCELLATION ADMINISTRATIVE APPROVAL NO. AIO 22D.002

Mr. Douglas Cismoski
Wells Intervention Manager
BP Exploration (Alaska) Inc.
P.O. Box 196612
Anchorage, AK 99519-6612

RE: Cancellation of Administrative Approval AIO 22D.002
Prudhoe Bay Unit Well S-101 (PTD 2001150)
Aurora Oil Pool

Dear Mr. Cismoski:

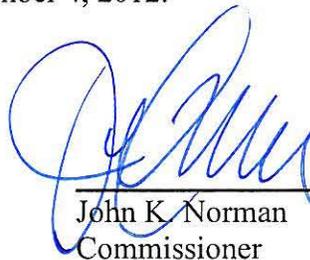
Pursuant to BP Exploration (Alaska) Inc. (BPXA)'s request dated August 10, 2012, and received August 31, 2012, the Alaska Oil and Gas Conservation Commission (AOGCC) hereby cancels Administrative Approval AIO 22D.002, which allowed continued water injection in well PBU S-101. This well exhibited slow inner annulus pressurization, 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.

BPXA has confirmed a production casing leak and the well is shut in and currently being evaluated for repair options. Based on the information provided, Administrative Approval AIO 22D.002 no longer applies to operation of this well. Instead, injection in well PBU S-101 will be governed by provisions of the underlying Area Injection Order No. 22D.

DONE at Anchorage, Alaska and dated September 4, 2012.



Daniel T. Seamount, Jr.
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.