

# 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  
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### CANCELLATION ADMINISTRATIVE APPROVAL NO. AIO 3.014

Mr. Steve Rossberg, Wells Manager  
Attention: Well Integrity Engineer, PRB-24  
BP Exploration (Alaska) Inc.  
P.O. Box 196612  
Anchorage, AK 99519-6612

RE: Cancellation of Administrative Approval AIO 03.014 (Well PBU S-11B)

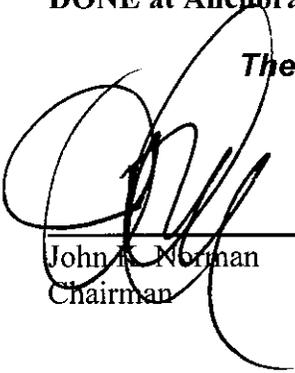
Dear Mr. Rossberg:

Pursuant to BP Exploration, Alaska Inc. ("BPXA") request dated October 30, 2007 Alaska Oil and Gas Conservation Commission ("AOGCC") hereby cancels Administrative Approval AIO 03.014, which allows continued water injection in Prudhoe Bay Unit ("PBU") well S-11B. This well exhibited surface casing repressurization, 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.

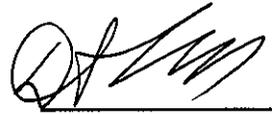
Since then, BPXA has shut in PBU S-11B following a failed mechanical integrity of the well's tubing-casing annulus conducted August 28, 2007. BPXA states it does not intend to operate Well S-11B until repairs can be completed. Consequently, Administrative Approval AIO 03.014 no longer applies to operation of this well. Instead, injection in well PBU S-11B will be governed by provisions of the underlying AIO No. 3.

**DONE at Anchorage, Alaska and dated November 5, 2007.**

*The Alaska Oil and Gas Conservation Commission*

  
John K. Norman  
Chairman



  
Daniel T. Seamount, Jr.  
Commissioner