

# 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 3.009

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 03.009 (Well PBU W-42)

Dear Mr. Rossberg:

Pursuant to BP Exploration (Alaska) Inc. ("BPXA")'s request dated August 28, 2007 Alaska Oil and Gas Conservation Commission ("Commission") hereby cancels Administrative Approval AIO 03.009, which allows continued water injection. This well exhibited tubing by inner annulus pressure communication, 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 the well following a failed mechanical integrity test and a confirmed casinghead leak. BPXA states it does not intend to operate Well W-42 without passing a mechanical integrity test of the outer annulus. Consequently, Administrative Approval AIO 03.009 no longer applies to operation of this well. Instead, injection in well PBU W-42 will be governed by provisions of the underlying AIO No. 3.

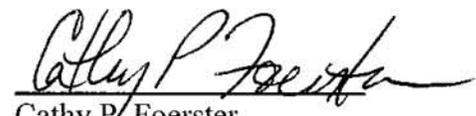
**DONE at Anchorage, Alaska and dated September 14, 2007.**

*The Alaska Oil and Gas Conservation Commission*



John K. Neuman  
Chairman

  
Daniel T. Seamont, Jr.  
Commissioner

  
Cathy P. Foerster  
Commissioner