

STATE OF ALASKA

SEAN PARNELL, 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 4E.026

Mr. Steve Rossberg, Wells Manager
Attention: Well Integrity Engineer, PRB-20
BP Exploration (Alaska) Inc.
P.O. Box 196612
Anchorage, AK 99519-6612

RE: Cancellation of Administrative Approval AIO 4E.026 (Well PBU 04-10)

Dear Mr. Rossberg:

Pursuant to BP Exploration (Alaska) Inc. (BPXA)'s request dated March 17, 2010, the Alaska Oil and Gas Conservation Commission (Commission) hereby cancels Administrative Approval AIO 4E.026, which allows continued water injection in Prudhoe Bay Unit ("PBU") well 04-10. This well exhibited tubing by inner annulus 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.

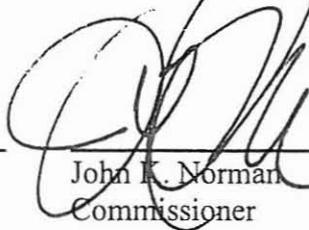
BPXA has attempted unsuccessfully to repair the integrity loss. BPXA has determined not to operate PBU 04-10 until successfully repaired. Consequently, Administrative Approval AIO 4E.026 no longer applies to operation of this well. Instead, injection into PBU 04-10 will be governed by provisions of the underlying AIO No. 4E.

DONE at Anchorage, Alaska and dated April 26, 2010.

The Alaska Oil and Gas Conservation Commission



Daniel T. Seamont, Jr.
Commissioner, Chair



John K. Norman
Commissioner



Cathy P. Foerster
Commissioner

