



January 10, 2019

Brad Thomas
New Developments Coordinator
ConocoPhillips Alaska, Inc.
PO Box 100360
Anchorage, AK, 99510-0360

RE: LONS 97-007 and 09-009, ConocoPhillips Alaska, Inc., Colville River Unit, Kuukpik Pad, Portable Fluid Storage Tank Staging Unit Plan of Operations Amendment Decision

Dear Mr. Thomas:

The Alaska Department of Natural Resources, Division of Oil and Gas (Division), in accordance with Alaska Statute 38.05 and Alaska Oil and Gas Leasing Regulations (11 AAC 83) grants authorization to conduct activities on lands within the Colville River Unit (CR) as described in the Plan of Operations (Plan) amendment application dated November 29, 2018 for the above referenced project.

Scope:

CPAI proposes the staging of portable fluid storage tanks on Kuukpik Pad in support of new and ongoing oil and gas activities within the CR for the Alpine Development currently authorized under two separate Plan of Operations. The utilization of portable storage tanks on Kuukpik Pad will support operations and construction activities for the Colville Delta No. 1 (CD1), CD2, CD3, and CD4 pads under LONS 97-007. The same portable storage tanks will also support activities at the CD5 pad under LONS 09-009. The portable storage tanks are limited to those currently in the CPAI Alpine inventory as of this decision.

The portable fluid storage tanks are temporary in nature and will contain standard liquids for North Slope oil field operations. All tanks will have secondary containment either built-in or constructed. The secondary containment area will be large enough for the contents of the largest tank in the containment with additional capacity to allow for local precipitation.

The portable fluid storage tanks will be utilized until their contents are depleted and a project is complete, at which point the tank will be removed from service or left in place inside containment until it is required elsewhere.

The proposed staging is scheduled to begin upon receiving authorization and will continue until December 31, 2026.

Plan activities include:

- **LONS 97-007:** Stage portable fluid storage tanks on Kuukpik Pad. Portable fluid storage tanks will support operations and construction activities at CD1, CD2, CD3, and CD4.
- **LONS 09-009:** Stage portable fluid storage tanks on Kuukpik Pad. Portable fluid storage tanks will support operations and construction activities at CD5.

Location information:

Colville River Unit

Kuukpik Pad

Meridian: Umiat Township: 11N Range: 04E Section: 16
70.302717, -151.142392 NAD83

The Kuukpik Pad is located approximately 6 miles northwest of Nuiqsut.

Agency review:

As a courtesy, the amendment application was circulated to the State of Alaska Department of Fish and Game (ADF&G), and DNR: Division of Mining, Land & Water (DMLW), and Division of Oil & Gas (DOG). No comments were received.

Conditions/Stipulations:

1. A certified As-Built survey of the activity shall be provided within one year of placement of the improvement. This As-Built must contain a hard copy, as well as a digital GIS file containing a Shapefile or Esri Feature Class.

Please attach this amendment approval with the original decision. This unit operations amendment approval is issued in accordance with Alaska Statute 38.05, Alaska Administrative Codes 11 AAC 83.346 and 11 AAC 83.303. The Division reviewed this amendment under the unit regulation for the Plan, 11 AAC 83.346, and considers the factors set forth in 11 AAC 83.303(a) and (b). The amendment was also evaluated against the CR agreement for conformance.

A person affected by this decision may appeal it, in accordance with 11 AAC 02. Any appeal must be received within 20 calendar days after issuance of the decision, as defined in 11 AAC 02.040(c) and (d) and may be mailed or delivered to the Commissioner, Department of Natural Resources, 550 W 7th Avenue, Suite 1400, Anchorage, Alaska 99501; faxed to 1-907-269-8918, or sent by electronic mail to dnr.appeals@alaska.gov. This decision takes effect immediately. If no appeal is filed by the appeal deadline, this decision becomes a final administrative order and decision of the department on the 31st day after issuance. An eligible person must first appeal this decision in accordance with 11 AAC 02 before appealing this decision to Superior Court. A copy of 11 AAC 02 may be obtained from any regional information office of the Department of Natural Resources.

This approval signifies only that the State of Alaska has no objection to the operations outlined in the Plan amendment application. It does not constitute certification of any property right or land status claimed by the applicant nor does it relieve the applicant of responsibility to obtain approvals or permits from other persons or governmental agencies that may also be required. All

stipulations contained in the original lease and subsequent Plan approvals remain in full force and effect.

If activities have not commenced, this approval expires on **January 10, 2022**. Failure to comply with the terms and conditions outlined in the lease, the attached stipulations, and this authorization may result in revocation of this unit operations approval.

Any questions or concerns about this amendment may be directed to Natural Resource Specialist Mark Henspeter at 907-269-8812 or emailed to mark.henspeter@alaska.gov.

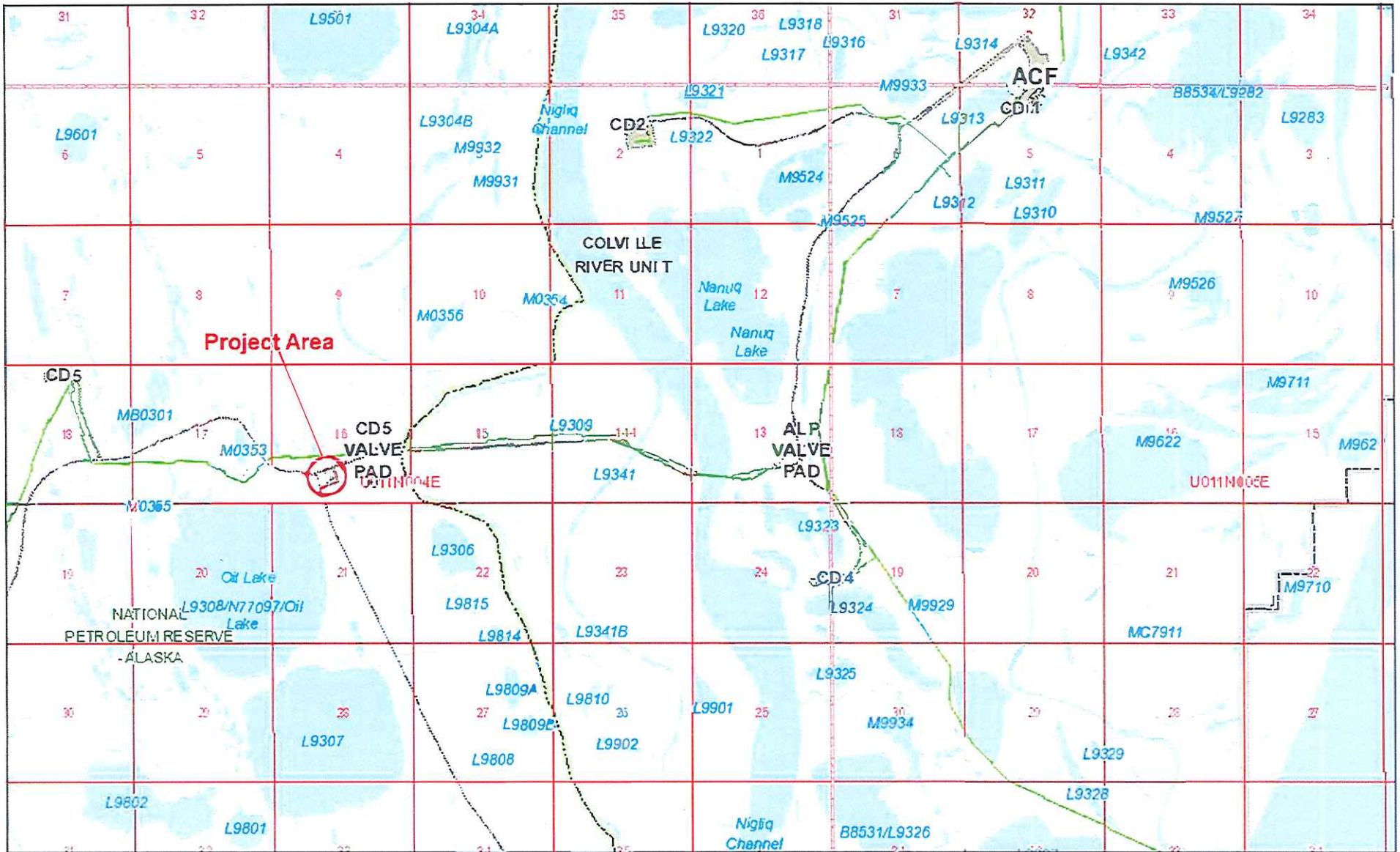
Sincerely,



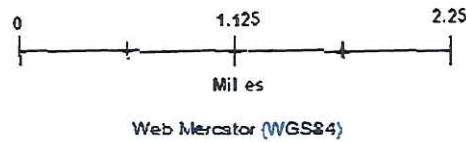
Nathaniel Emery
Natural Resource Specialist

Attachments: Figures 1-2

ecc: DOG: Nathaniel Emery, Paul Blanche, James Hyun, Jes Spuhler
DMLW: Melissa Head, Kimberley Maher, Becky Baird, Clif Enochs
ADF&G: Jack Winters
Kuukpik Corporation: Mark Major
Arctic Slope Regional Corporation: Teresa Imm



ConocoPhillips
Alaska



Portable Tanks - Kuukpik Pad

Project Vicinity

Author: B. Thomas

Date: 11/27/2018

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