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November 14, 2016

VIA EMAIL: rebecca.kruse@alaska.gov

Becky Kruse Unit Manager Alaska Department of Natural Resources Division of Oil & Gas 550 W. 7th Ave., Ste 1100 Anchorage, Alaska 99501

Re: Furie Plan of Development for Kitchen Lights Unit

Dear Becky:

This letter serves to confirm our conversation earlier today in regard to Furie Operating Alaska, LLC's Fourth Plan of Development (POD) for the Kitchen Lights Unit submitted on October 7, 2016. It has come to our attention that Section 5 of the POD, which discusses plans for exploration or delineation of lands outside a participating area, made reference to a commitment for exploration "in 2016."

The references to 2016 were oversights and should be corrected, given that the POD covers 2017. Accordingly, Section 5 of the POD should read as follows:

5. PLANS FOR EXPLORATION OR DELINEATION OF LANDS OUTSIDE PA

As an alternative to the development well described in (ii), Furie proposes the following work commitment for exploration activities in 2017:

Provided Furie has enough time and conditions safely permit, on or before December 30, 2017, use commercially reasonable efforts to drill and acquire sufficient logs and data to evaluate the KLU #4 well to a depth sufficient to penetrate the Sunfish Channel of the lower Tyonek Formation.

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Thank you for your attention to this correction.

Best regards,

Jon Iversen

Cc: Bruce Webb, Senior Vice President, Furie Operating Alaska, LLC