

Department of Natural Resources

COMMISSIONER'S OFFICE

550 W. 7th Avenue, Suite 1400 Anchorage, Alaska 99501-3560 Main: 907.269.8431 Fax: 907.269.8919

September 11, 2017

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

John M. Martineck President and Chief Operating Officer BlueCrest Energy 1320 S. University Drive, Suite 825 Fort Worth, TX 76107

Re: Relinquish ADL 391902 and contract Cosmopolitan Unit

Dear Mr. Martineck,

On August 31, 2017, the Department of Natural Resources, Division of Oil and Gas received your notification that BlueCrest Alaska Operating LLC was relinquishing lease ADL 391902 and proposing a contraction to the Cosmopolitan Unit area.

This letter accepts the unit contraction and revised Cosmopolitan Unit Exhibits. Letters addressing the lease relinquishment will follow. The unit contraction is effective September 1, 2017.

An eligible person affected by this decision may appeal it, in accordance with 11 AAC 02. Any appeal must be received within 20 calendar days after the date of "issuance" of this decision, as defined in 11 AAC 02.040(c) and (d), and may be mailed or delivered to Andrew T. Mack, 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. 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.

If you have any questions regarding this decision, contact Kevin Pike with the Division at 907-269-8451, or by email at kevin.pike@alaska.gov.

Sincerely,

Chantal Walsh

Director

Division of Oil and Gas

Cholwith

Date