

Department of Natural Resources

Office of the Commissioner

550 West 7th Avenue, Suite 1400 Anchorage, Alasko, 99501-3650 Phone: 907.269.8431 Fax: 907.269 8918

October 7, 2014

VIA EMAIL AND FIRST CLASS MAIL RETURN RECEIPT REQUESTED

Bart Armfield Chief Executive Officer Brooks Range Petroleum Corporation 510 L Street, Suite 601 Anchorage, Alaska 99501

Re: Request for Reconsideration

Beechey Point Unit - Notice of Automatic Unit Termination Decision

Dear Mr. Armfield:

On September 25, 2014, the Department of Natural Resources (DNR) Commissioner's Office received Brooks Range Petroleum Corporation's (BRPC) Request for Reconsideration of my September 5, 2014 notice terminating the Beechey Point Unit (BPU). This letter acknowledges that BRPC timely submitted its request for reconsideration.

This letter provides notice that I am approving your request for reconsideration under 11 AAC 02.020(c). Acknowledging receipt of your request for reconsideration and approving reconsideration in response to that request does not imply that the issues you've raised have merit.

This letter also provides notice that I am approving your request for a hearing. BRPC requested a hearing prior to the end of the 30-day decision deadline. It is not possible to hold the hearing in this timeframe; however, details regarding this hearing will be provided in separate correspondence. If by requesting a hearing you mean that BRPC desires "to discuss [its] commercial intentions . . . ," as your request for reconsideration implies, then please contact my office to set up a meeting.

Sincerely,

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Commissioner

cc: Bill Barron, Director, Division of Oil and Gas, DNR

Nick Powell, AVCG, LLC

J.R. "Digger" Smith, Ramshorn Investments, Inc.

Brooks Range Development Corporation