THE STATE of ALASKA
GOVERNOR SEAN PARNELL

Department of Natural Resources

Division of Oil & Gas
Anchorage Office

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August 15, 2012

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Ed Kerr
Vice President
Armstrong Cook Inlet, LLC
1421 Blake Street
Denver, CO 80202

Re: Findings and Decision of the Director, Approval of the North Fork Unit First Expansion: Errata, page 16 and Attachment Three

Findings and Decision of the Director, Approval of the First Revision of the North Fork Unit Gas Pool #1 Participating Area: Errata, pages 10 and 12, and Attachment 4

Dear Mr. Kerr:

The State of Alaska, Department of Natural Resources, Division of Oil and Gas (Division) issued the Findings and Decision of the Director, Approval of the North Fork Unit First Expansion on June 25, 2012, and the Findings and Decision of the Director, Approval of the First Revision of the North Fork Unit Gas Pool #1 Participating Area on July 24, 2012.

Both decisions contained errors in the legal descriptions of the lands approved for inclusion in the expanded unit and the revised participating area. The maps of the approved areas are correct. The corrected legal descriptions also reflect the revised tract numbers assigned by the Operator. For the unit decision, please replace the table on page 16 with the attached table, and replace Attachment Three with the attached Revised Attachment Three. For the participating area decision, please replace the tables on pages 10 and 12 with the attached revised table, and replace Attachment 4 with the attached Revised Attachment Four.

Please note that the correction of these errors does not affect the effective dates of the decisions.

If you have questions, please contact Temple Davidson at (907) 269-8784 or via email at temple.davidson@alaska.gov.

Sincerely,

W.C. Barron
Director
Division of Oil and Gas

Cc: Jeff Landry, DOL

Attachment:

Findings and Decision of the Director, Approval of the North Fork Unit First Expansion: Errata, page 16 and Attachment Three

Findings and Decision of the Director, Approval of the First Revision of the North Fork Unit Gas Pool #1 Participating Area: Errata, pages 10 and 12, and Attachment 4

10. The leases approved for inclusion in the expanded North Fork Unit are as follows:

Tract No.	Lease No.	Lease Date	Royalty Rate	Acres	Description		
1	ADL 391211	4/1/1955	12.50%	440.00	Segment 1	T4S, R14W, S.M.	Section 23: SE/4 Section 26: S/2NW/4, W/2SW/4 Section 27: E/2SE/4, SE/4NE/4
1A	ADL 391211	4/1/1955	12.50%	80.00	Segment 1	T4S, R14W, S.M.	Section 26: E/2SW/4
2	ADL 391211	4/1/1955	12.50%	80.00	Segment 3	T4S, R14W, S.M.	Section 24: S/2SW/4
4	ADL 391211	4/1/1955	12.50%	160.00	Segment 4	T4S, R14W, S.M.	Section 26: NE/4
6	ADL 391211	4/1/1955	12.50%	80.00	Segment 5	T4S, R14W, S.M.	Section 26: E/2SE/4
7	ADL 391211	4/1/1955	12.50%	80.00	Segment 6	T4S, R14W, S.M.	Section 26: W/2SE/4
5	ADL 2095	10/1/1954	12.50%	280.00	Segment 1	T4S, R14W, S.M.	Section 25: N/2SW/4, S/2NW/4, W/2SE/4, SW/4NE/4
5A	ADL 2095	10/1/1954	12.50%	80.00	Segment 1	T4S, R14W, S.M.	Section 25: S/2SW/4
3	ADL 2095	10/1/1954	12.50%	200.00	Segment 3	T4S, R14W, S.M.	Section 25: N/2NW/4, SE/4NE/4, NE/4SE/4, NW/4NE/4
12	ADL 733	2/1/1955	12.50%	40.00	Segment 1	T4S, R14W, S.M.	Section 36: NW/4SW/4
10	ADL 733	2/1/1955	12.50%	40.00	Segment 2	T4S, R14W, S.M.	Section 36: NW/4 NW/4
11	ADL 733	2/1/1955	12.50%	80.00	Segment 3	T4S, R14W, S.M.	Section 36: NE/4NW/4, SW/4NW/4
8	ADL 391210	4/1/1955	12.50%	280.00	Segment 2	T4S, R14W, S.M.	Section 35: W/2NW/4, NW/4SW/4, S/2S/2
8A	ADL 391210	4/1/1955	12.50%	200.00	Segment 2	T4S, R14W, S.M.	Section 35: E/2NW/4, NE/4SW/4, N/2SE/4
9	ADL 391210	4/1/1955	12.50%	160.00	Segment 3	T4S, R14W, S.M.	Section 35: NE/4
13	ADL 390603	6/1/2005	12.50%	321.84		T5S, R14W, S.M.	Section 3: Lots 1-3, SW/4NE/4, SE/4NW/4, E/2SW/4, NW/4SE/4
	TOTAL ACRES APPROVED FOR EXPANDED UNIT			2601.84			

REVISED ATTACHMENT THREE
North Fork Unit Description of Lands within the Approved Expanded Unit
Corrected August 14, 2012

Tract No.	Lease No.	Lease Date	Royalty Rate	Acres	Description		
1	ADL 391211	4/1/1955	12.50%	440.00	Segment 1	T4S, R14W, S.M.	Section 23: SE/4 Section 26: S/2NW/4, W/2SW/4 Section 27: E/2SE/4, SE/4NE/4
1A	ADL 391211	4/1/1955	12.50%	80.00	Segment 1	T4S, R14W, S.M.	Section 26: E/2SW/4
2	ADL 391211	4/1/1955	12.50%	80.00	Segment 3	T4S, R14W, S.M.	Section 24: S/2SW/4
4	ADL 391211	4/1/1955	12.50%	160.00	Segment 4	T4S, R14W, S.M.	Section 26: NE/4
6	ADL 391211	4/1/1955	12.50%	80.00	Segment 5	T4S, R14W, S.M.	Section 26: E/2SE/4
7	ADL 391211	4/1/1955	12.50%	80.00	Segment 6	T4S, R14W, S.M.	Section 26: W/2SE/4
5	ADL 2095	10/1/1954	12.50%	280.00	Segment 1	T4S, R14W, S.M.	Section 25: N/2SW/4, S/2NW/4, W/2SE/4, SW/4NE/4
5A	ADL 2095	10/1/1954	12.50%	80.00	Segment 1	T4S, R14W, S.M.	Section 25: S/2SW/4
3	ADL 2095	10/1/1954	12.50%	200.00	Segment 3	T4S, R14W, S.M.	Section 25: N/2NW/4, SE/4NE/4, NE/4SE/4, NW/4NE/4
12	ADL 733	2/1/1955	12.50%	40.00	Segment 1	T4S, R14W, S.M.	Section 36: NW/4SW/4
10	ADL 733	2/1/1955	12.50%	40.00	Segment 2	T4S, R14W, S.M.	Section 36: NW/4 NW/4
11	ADL 733	2/1/1955	12.50%	80.00	Segment 3	T4S, R14W, S.M.	Section 36: NE/4NW/4, SW/4NW/4
8	ADL 391210	4/1/1955	12.50%	280.00	Segment 2	T4S, R14W, S.M.	Section 35: W/2NW/4, NW/4SW/4, S/2S/2
8A	ADL 391210	4/1/1955	12.50%	200.00	Segment 2	T4S, R14W, S.M.	Section 35: E/2NW/4, NE/4SW/4, N/2SE/4
9	ADL 391210	4/1/1955	12.50%	160.00	Segment 3	T4S, R14W, S.M.	Section 35: NE/4
13	ADL 390603	6/1/2005	12.50%	321.84		T5S, R14W, S.M.	Section 3: Lots 1-3, SW/4NE/4, SE/4NW/4, E/2SW/4, NW/4SE/4
	TOTAL ACRES APPROVED FOR EXPANDED UNIT			2601.84			

Thus, the leases included in the approved, revised GPA are as follows:

Tract No.	Lease No.	Lease Date	Acres	% Allocation		Description
1A	ADL 391211	4/1/1955	80.00	10%	Segment 1	T4S, R14W, S.M., Section 26: E/2SW/4
6	ADL 391211	4/1/1955	80.00	10%	Segment 5	T4S, R14W, S.M., Section 26: E/2SE/4
7	ADL 391211	4/1/1955	80.00	10%	Segment 6	T4S, R14W, S.M., Section 26: W/2SE/4
5A	ADL 2095	10/1/1954	80.00	10%	Segment 1	T4S, R14W, S.M., Section 25: S/2SW/4
10	ADL 733	2/1/1955	40.00	5%	Segment 2	T4S, R14W, S.M., Section 36: NW/4 NW/4
11	ADL 733	2/1/1955	80.00	10%	Segment 3	T4S, R14W, S.M., Section 36: SW/4NW/4, NE/4NW/4
8A	ADL 391210	4/1/1955	200.00	25%	Segment 2	T4S, R14W, S.M., Section 35: E/2NW/4, NE/4SW/4, N/2SE/4
9	ADL 391210	4/1/1955	160.00	20%	Segment 3	T4S, R14W, S.M., Section 35: NE/4
			800.00	100%		

5. The approved, revised GPA contains the following lands:

Tract No.	Lease No.	Lease Date	Acres	% Allocation		Description
1A	**ADL 391211**	4/1/1955	80.00	10%	Segment 1	T4S, R14W, S.M., Section 26: E/2SW/4
6	**ADL 391211**	4/1/1955	80.00	10%	Segment 5	T4S, R14W, S.M., Section 26: E/2SE/4
7	**ADL 391211**	4/1/1955	80.00	10%	Segment 6	T4S, R14W, S.M., Section 26: W/2SE/4
5A	**ADL 2095**	10/1/1954	80.00	10%	Segment 1	T4S, R14W, S.M., Section 25: S/2SW/4
10	**ADL 733**	2/1/1955	40.00	5%	Segment 2	T4S, R14W, S.M., Section 36: NW/4 NW/4
11	**ADL 733**	2/1/1955	80.00	10%	Segment 3	T4S, R14W, S.M., Section 36: SW/4NW/4, NE/4NW/4
8A	**ADL 391210**	4/1/1955	200.00	25%	Segment 2	T4S, R14W, S.M., Section 35: E/2NW/4, NE/4SW/4, N/2SE/4
9	**ADL 391210**	4/1/1955	160.00	20%	Segment 3	T4S, R14W, S.M., Section 35: NE/4
			800.00	100%		

REVISED ATTACHMENT FOUR

North Fork Unit Revised GPA Approved List of Leases
Description of lands within the approved revised participating area
Corrected August 14, 2012

Tract No.	Lease No.	Lease Date	Acres	% Allocation		Description
1A	**ADL 391211**	4/1/1955	80.00	10%	Segment 1	T4S, R14W, S.M., Section 26: E/2SW/4
6	**ADL 391211**	4/1/1955	80.00	10%	Segment 5	T4S, R14W, S.M., Section 26: E/2SE/4
7	**ADL 391211**	4/1/1955	80.00	10%	Segment 6	T4S, R14W, S.M., Section 26: W/2SE/4
5A	**ADL 2095**	10/1/1954	80.00	10%	Segment 1	T4S, R14W, S.M., Section 25: S/2SW/4
10	**ADL 733**	2/1/1955	40.00	5%	Segment 2	T4S, R14W, S.M., Section 36: NW/4 NW/4
11	**ADL 733**	2/1/1955	80.00	10%	Segment 3	T4S, R14W, S.M., Section 36: SW/4NW/4, NE/4NW/4
8A	**ADL 391210**	4/1/1955	200.00	25%	Segment 2	T4S, R14W, S.M., Section 35: E/2NW/4, NE/4SW/4, N/2SE/4
9	**ADL 391210**	4/1/1955	160.00	20%	Segment 3	T4S, R14W, S.M., Section 35: NE/4
			800.00	100%		