

February 15, 1983

H.D. Haley
Conoco Inc.
2625 "C" Street, Suite 100
Anchorage, AK 99503

Subject: Milne Point Unit
Revision of Participating Area

Dear Mr. Haley:

This letter is in regards to your letter of September 14, 1982 requesting approval of a revised participating area for the Kuparuk Reservoir, Milne Point Unit. All objections to this revised participating area have been withdrawn by Hamilton International Oil Company, and the Division of Minerals and Energy Management has reviewed the pending application and found approval of it to be in the public interest. A formula setting out volumetric allocation of production based on estimated recoverable reserves will be required to be presented to the Commissioner for approval at least 90 days prior to sustained unit production.

I hereby approve the First Revision to the Participating Area for the Milne Point Unit as submitted to the division in your letter of September 14, 1982.

Sincerely,



FOR/ Kay Brown, Director
Division of Minerals and Energy Management

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