STATE OF ALASKA
DEPARTMENT OF NATURAL RESOURCES
Division of Oil and Gas

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December 29, 2011

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Brooks Range Petroleum Corporation
510 L Street, Suite 601
Anchorage, AK 99501
Attn: VP Lands

Re: Putu Unit – Final Approval

Dear Brooks Range Petroleum Corporation:

Formation of the Putu Unit was approved in the Findings and Decision of the Director, Division of Oil and Gas under Delegation of Authority from the Commission, Department of Natural Resources, Approval in Part of the Application to Form the Putu Unit, dated October 28, 2011 (Decision), effective March 31, 2011. In the Decision, Brooks Range Petroleum Corporation (BRPC), as the Unit Operator, was instructed to submit a fully executed Putu Unit Agreement using the State Only Model Unit Agreement form.

BRPC complied with requirements in the Decision. A revised Initial Unit Plan was submitted November 22, 2011; and the new Putu Unit Agreement, with Exhibits A, B and G, was submitted December 6, 2011.

The Putu Unit is approved effective March 31, 2011. BRPC is required to execute a $10,000,000 promissory note by February 1, 2012 to comply with performance bond obligations as a condition of approving the Putu Unit. Please coordinate with Wendy Woolf on this requirement. She can be reached at 269-8779 or via email at wendy.woolf@alaska.gov. The Division looks forward to hearing about your drilling plans next year.

Sincerely,

W. C. Barron
Director

Cc: Cammy Taylor, DNR
Jeff Landry, DOL

Distribution List via Regular Mail:

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