

United States Department of the Interior

MINERALS MANAGEMENT SERVICE Alaska Outer Continental Shelf Region 3801 Centerpoint Drive, Suite 500 Anchorage, Alaska 99503-5823



SEP 17 2008

State of Alaska Department of Natural Resources Division of Oil & Gas Attn: Kevin Banks, Director 550 W 7th Ave Ste 800 Anchorage, AK 99501-3560

Dear Mr. Banks:

The Minerals Management Service (MMS) has reviewed your letter dated September 2, 2008 regarding the "Northstar Participating Area Final Unit Tract Participations Revisions to Northstar Unit Agreement, Revised Exhibit C-1, Section 2.2.2 and 2.2.3". The MMS has no objection to the proposed schedule adjustments to Section 2. "Final Unit Tract Participations" as proposed.

The MMS does not agree with the States proposed changes in the language under section 3.1(b). On review the MMS cannot discern that the proposed revision better reflects the intent of the original provision; or that the proposed revision fundamentally alters administration of the Unit.

Sincerely,

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Regional Supervisor, Field Operations

- cc:

R.L. Skillern, Senior Landman Cami Taylor, Unit Manager



ADDRESSES FOR CC'S:

CC: R.L. Skillern, Senior Landman BP Exploration (Alaska) Inc. 900 East Benson Blvd MB4 P.O. Box 196612 Anchorage, Alaska 99519-6612

> Cami Taylor, Unit Manager Department of Natural Resources Division of Oil & Gas 550 West 7th Ave. Suite 1100 Anchorage, Alaska 99501-3560