



Jon S. Schultz
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May 4, 2016

Corri A. Feige, Director
Division of Oil and Gas
Department of Natural Resources
550 West 7th Avenue, Suite 110
Anchorage, AK 99501-3560

Re: Division's Letter of April 11, 2016

Dear Director Feige

We refer to your April 11, 2016 letter ("Division's Letter") seeking additional information for Division of Oil and Gas ("Division") review of the 2016 Prudhoe Bay Unit Initial Participating Area Plan of Development ("IPA POD") submitted by the Prudhoe Bay Unit operator ("PBU Operator") on March 31, 2016. The Division's Letter was copied to a representative of ConocoPhillips Alaska, Inc. ("ConocoPhillips") as a working interest owner in PBU. ConocoPhillips has reviewed the PBU Operator's response to the Division's Letter, which the PBU Operator provided to the Division on May 2, 2016, and ConocoPhillips supports the content and conclusions of the PBU Operator's response.

The Division's Letter also requests that each working interest owner provide responses to the Division regarding the Division's questions concerning each working interest owner's gas marketing efforts and plans. To avoid potential confusion and miscommunication between ConocoPhillips and the Division, which could conceivably impact other confidential discussions between ConocoPhillips and the DNR and give rise to other issues, we would recommend that representatives of ConocoPhillips and the Division meet to discuss these requests. These discussions would be bilateral, subject, where applicable, to a confidentiality agreement already in place between ConocoPhillips and the DNR, in compliance with all applicable limitations on sharing marketing information and antitrust compliance requirements, and entirely separate from any discussions related to the Division's review of the IPA POD submitted by the PBU Operator. At this point, our goal is to understand the context, intent and purpose of the Division's requests.

Sincerely,


Jon S. Schultz
Manager, Greater Prudhoe Area
ConocoPhillips Alaska, Inc.

RECEIVED

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DIVISION OF
OIL AND GAS