



Doug Suttles

President



BP Exploration (Alaska) Inc.  
P.O. Box 196612  
900 E. Benson Boulevard  
Anchorage, Alaska 99519-6612

June 16, 2008

**HAND DELIVERED**

The Honorable John Coghill, Chair of House Rules Committee, Alaska Legislature  
&

The Honorable Charles Huggins, Chair of the Senate Special Committee on  
Energy, Alaska Legislature

Re: Point Thomson Plan of Development, 2008

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Mr. Chairman,

I would like to take this opportunity to confirm BP's position with regards to bringing Point Thomson into production.

BP is fully supportive of the proposed plan to delineate, develop and produce Point Thomson liquids (condensate and oil) and gas. BP has a significant stake in the leases holding a 32% working interest. BP demonstrated its commitment to the \$1.3 billion Plan of Development by:

- (i) providing a letter of commitment from our Chief Executive of Exploration and Production, Andy Inglis (attached),
- (ii) agreeing to unit termination if the parties fail to meet specific milestones, and
- (iii) changing the unit vote to a simple majority in order that no one party can block development decisions.

We believe that time is of the essence and that the delineation and development of Point Thomson as proposed, will provide vital information for finalizing the design of any gas pipeline project and the optimum development of Pt Thomson liquids.

We are very concerned that the study conducted by PetroTel Inc. for the Department of Natural Resources (DNR) only became public after the recent Point Thomson hearings before the DNR. The Pt Thomson owners have not been provided the opportunity to review the data on which the study is based or to respond to it on the record. The conclusions reached in the study have neither been audited nor critically examined by those who know the realities of the Point Thomson field best.

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Point Thomson is very important to BP. We wish to move forward with delineation and full field development of both liquids and gas. The availability of Point Thomson gas is critical for the success of any major gas pipeline project.

BP stands ready to work with the State of Alaska to settle the current dispute over Pt Thomson. We are confident that we can find a solution that works for all parties.

Thank you for the opportunity to confirm BP's position regarding this important issue for BP, Alaska and the gas pipeline project.

Sincerely,

A handwritten signature in black ink, appearing to read "Doug Suttles". The signature is stylized with large, sweeping letters and a prominent horizontal stroke across the middle.

Doug Suttles

cc: Alaska Legislature

Andrew Ingle Group Managing Director and  
Chief Executive of Exploration and Production

BP plc  
1 St James's Square  
London  
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12 March 2008

Our Ref: AGI/DS/CB

Mr Thomas E Irwin  
Commissioner  
Department of Natural Resources  
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Dear Commissioner

As Chief Executive of Exploration & Production, I write to assure you of BP's commitment to the Plan of Development recently proposed by the owners of the Ft. Thomson Unit. BP is fully committed to carrying out the Plan of Development and, on approval of the Plan of Development, will proceed to fully fund its share of the commitments contained therein.

Yours sincerely



A G Ingle  
Group Managing Director and  
Chief Executive of Exploration and Production