



April 10, 2020

Corri A. Feige
Commissioner
Department of Natural Resources
Office of the Commissioner
550 W. 7th Avenue, Suite 1400
Anchorage, Alaska 99501

RE: Request for Lease Rental Relief

Dear Commissioner:

First, I hope this letter finds you well in this unprecedented time of the Novel Coronavirus (COVID-19) pandemic. As the world grapples with COVID-19 and containing its lethal spread, the global economy has ground to halt with the price of ANS Crude falling 70% from April 1, 2019 to the first of this month, oil demand is down millions of barrels, and the economy in a recession with unemployment higher than any time since the Great Depression. As you know, President Trump and Governor Dunleavy have both declared states of emergency, nationally and in the state, which makes conducting business anywhere difficult. These restrictions and the tumbling economy are especially difficult on small businesses such as ours.

We understand the State has the capacity to grant relief under AS 38.05.020(b)(5) and AS 38.05.020(b)(4). In light of the foregoing, and with consideration of the \$100MM+ of investment that we have brought to the State over the last 5 years including the recent Charlie-1 well, the local contracting jobs that we have created, and on our ongoing efforts to find hydrocarbons in the State, we humbly request that you consider waiving annual lease rental payments until December 31, 2021.

On behalf of Accumulate Energy Alaska and Burgundy Xploration, LLC we confirm that we are committed to continued exploration efforts, and that the best use of our funds as small businesses in this challenging environment is to deploy them towards efforts that will employ more Alaskans and potentially lead to future value creation for our business and the State's economy through discovering and developing new resources on our acreage. Activities such as integrating the first modern well data (Charlie-1) into the 3D seismic combined with sophisticated reservoir modelling to ascertain if we can make another royalty-paying hydrocarbon field, buying and reprocessing legacy seismic data to firm up our eastern acreage, as well as servicing debt related to the unpaid credit certificates with the State.

I appreciate your time and consideration of this request, and we are keen to have a discussion to explore the options available at your earlier convenience. Again, I wish you good health.

Sincerely,

A blue ink signature of David Wall.

David Wall
President,
Accumulate Energy Alaska Inc

A blue ink signature of Michael McFarlane.

Michael McFarlane
President
Burgundy Xploration LLC

CC: Mr. Jon Katchen



THE STATE
of **ALASKA**
GOVERNOR MIKE DUNLEAVY

Department of Natural Resources

OFFICE OF THE COMMISSIONER

550 West 7th Avenue, Suite 1400
Anchorage, AK 99501-3561
Main: 907.269.8431
Fax: 907.269.8918

May 4, 2020

David Wall
Accumulate Energy Alaska Inc.
1300 Post Oak Blvd., Suite 2400
Houston, TX 77056

Michael McFarlane
Burgundy Xploration LLC
5353 Memorial Dr., Suite 3025
Houston, TX 77007

SENT VIA E-MAIL AND U.S. CERTIFIED MAIL

Re: Request for Extension of Oil and Gas Lease Rental Payments


Dear Misers Wall and McFarlane

On April 10, 2020, the Alaska Department of Natural Resources (“DNR”) received a request from Accumulate Energy Alaska Inc. and Burgundy Xploration LLC (collectively the “Parties) to receive an extension of time within which to make payments on annual oil and gas lease rentals due in 2020.

The commissioner has authority under AS 38.05.020(b)(5) to grant an extension for payment of rental on any mineral lease upon a finding that compliance with the requirements is or was prevented by reason of war, riots, or acts of God. President Trump and Governor Dunleavy have both declared states of emergency, nationally and in the state, for the unprecedented COVID-19 outbreak. The social and economic restrictions of this have placed an unanticipated burden on Alaskan businesses that justifies an extension of time within which to make payments.

The request of the Parties is granted. For oil and gas lease rentals due in June, July, and September of 2020, the Parties are given a 6-month extension. For oil and gas lease rentals due in October and November of 2020, the Parties are given a 3-month extension. The attached Exhibit “A” provides the ADL numbers and new rental due dates for all affected leases.

Sincerely,

DocuSigned by:

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Corri A. Feige, Commissioner

CC: Tom Stokes, Director, Division of Oil & Gas

An eligible person affected by this decision may request reconsideration of it in accordance with 11 AAC 02. Any request for reconsideration must be received within 20 calendar days after the date of “issuance” of this decision, as defined in 11 AAC 02.040(c) and (d), and may be mailed or delivered to Commissioner, Department of Natural Resources, 550 W 7th Avenue, Suite 1400, Anchorage, Alaska 99501; faxed to 1-907-269-8918; or sent by electronic mail to dnr.appeals@alaska.gov. This decision takes effect immediately. An eligible person must first request reconsideration of this decision in accordance with 11 AAC 02 before appealing this decision to Superior Court. If the Commissioner does not act on a request for reconsideration within 30 days after issuance of this decision, the request for reconsideration is considered denied and this decision becomes a final administrative order and decision on the 31st day after issuance for the purposes of an appeal to Superior Court. A copy of 11 AAC 02 may be obtained from any regional information office of the Department of Natural Resources.

Exhibit "A"

December 2020

393686	393124	393048
393682	393125	393049
393683	393126	393050
393681	393127	393051
393062	393128	393052
393063	393129	393053
393064	393130	393054
393065	393131	393055
393074	393132	393056
393075	393133	393057
393076	393134	393058
393077	393135	393059
393078	393136	393060
393079	393137	393061
393080	393138	393066
393081	393139	393067
393082	393140	393068
393083	393141	393069
393084	393142	393070
393085	393143	393071
393086	393144	393072
393087	393145	393073
393088	393146	393099
393089	393147	393100
393090	393148	393101
393091	393149	393102
393092	393150	393103
393093	393151	393104
393094	393152	393105
393095	393153	393106
393096	393154	393107
393097	393155	393108
393098	393156	393109
393115	393157	393110
393116	393158	393111
393117	393042	393112
393118	393043	393113
393119	393044	393114
393120	393045	393115
393121	393046	393116
393122	393047	393117
393123		

January 2021

392741	393592
392742	393593
392743	393594
392744	393595
392745	393596
392746	393597
392747	393598
392748	393599
392749	393600
392752	393601
392753	393602
392756	392295
392757	392296
392758	392297
392759	392298
392760	392299
392761	392300
392762	392301
392763	392302
392766	392303
392767	392304
392770	392305
392771	392306
392773	392307
392779	392308
392780	392309
392781	392310
392782	392311
392783	392312
392784	392313
392785	392314
393591	392315

February 2021

393273	393398
393274	393399
393279	393400
393280	393401
393281	393402
393282	393403
393283	393404
393284	393405
393285	393406
393286	393407
393287	393408
393288	393409
393289	393410
393290	393411
393291	393412
393292	393413
393293	393414
393294	393415
393303	393478
393304	393479
393305	393480
393306	393481
393307	393482
393308	393483
393309	393484
393310	393485
393385	393486
393386	393488
393387	393490
393388	393491
393389	393492
393390	393493
393391	393494
393392	393495
393393	393496
393394	393497
393395	393498
393396	393500
393397	

March 2021

393253	393370
393254	393371
393201	393372
393202	393373
393207	393374
393208	393375
393211	393376
393212	393377
393221	393378
393222	393379
393225	393380
393226	393381
393237	393382
393238	393383
393241	393384
393242	393466
393257	393467
393258	393468
393361	393469
393362	393470
393363	393471
393364	393472
393365	393473
393366	393474
393367	393475
393368	393476
393369	393477



April 28, 2020

Tom Stokes, Director
Department of Natural Resources
Division of Oil and Gas
550 W. 7th. Avenue, Suite 1100
Anchorage, AK
99501

Re: AIDEA Foreclosure on the Mustang Development Loan

Request for Extension of Lease Payments & Cooperation Agreement on Transfer of Working Interests

AIDEA is seeking to restructure the Mustang Project using a new special purpose vehicle (SPV) that, as planned, would be owned by (i) AIDEA, (ii) Thyssen Petroleum and (iii) secured creditors of Caracol Petroleum LLC (“Caracol”) and Brooks Range Petroleum Corporation (“BRPC”), collectively the ‘Parties’. The critical first step in the restructuring process is for AIDEA and the other creditors to obtain title to the Mustang Project assets which AIDEA is seeking to do through a non-judicial foreclosure process; our legal counsel has advised us that this process typically takes 90 to 120 days, possibly longer.

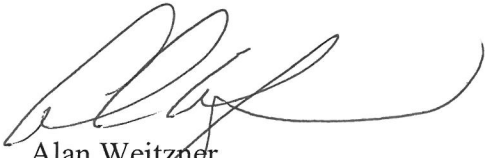
Referring to the Commission’s notices of amounts due on May 1, 2020 for the following leases ADL 393686, ADL 393682, ADL 393683, ADL 393681, totaling \$89,600, the Parties respectfully request that the Commissioner please grant a minimum 120 days abeyance on the lease payments through to September 1, 2020 at which time the Parties would be in a position to control the Mustang Project assets and be able to make a payment of \$35,840 (40% of the total amount); followed by a payment of the remaining amounts owed of 53,760 on December 1, 2020.

Additionally, the Parties are requesting that DNR DOG agree to work in good faith with AIDEA and the Parties on a bridging agreement to reasonably facilitate the transfer of the Southern Miluveach Unit working interests to AIDEA upon conclusion of the non-judicial foreclosure process and to transfer those interests to the designated SPV.

Please be aware that once the non-judicial foreclosure filing has been made by AIDEA, and provided we have agreement with DEC, the Parties will de-inventory the Mustang Pad of all hydrocarbons and leave the Pad in a cold-shut down or non-operational status. As part of this agreement and in order to effect the de-inventory process safely, an approved PRAC provider will be contracted throughout the process. Following the conversion of the project to cold-shut down, the Parties seek agreement that in these circumstances an approved C-plan does not need to be in place. Following a successful foreclosure process and transfer of the project to a new

SPV, the Parties intend to submit a new plan to DEC for approval prior to the revival of the facilities and resumption of operations.

We believe it is essential that AIDEA secures the project via the foreclosure process in order for the state of Alaska and the numerous creditors to realize an economic outcome and avoid an unwanted bankruptcy. Your consideration of this request by AIDEA on behalf of the Parties request is greatly appreciated.

A handwritten signature in black ink, appearing to read 'Alan Weitzner', with a long, sweeping flourish extending to the right.

Alan Weitzner
Chief Investment Officer
Alaska Industrial Development and Export Authority

CC: Corri Feige, Commissioner
Department of Natural Resources



THE STATE
of **ALASKA**
GOVERNOR MIKE DUNLEAVY

Department of Natural Resources

OFFICE OF THE COMMISSIONER

550 West 7th Avenue, Suite 1400
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Main: 907.269.8431
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April 30, 2020

Alan Weitzner
Alaska Industrial Development and Export Authority
813 W Northern Lights Blvd.,
Anchorage, AK 9950

SENT VIA E-MAIL AND U.S. CERTIFIED MAIL

Re: Request for Extension of Oil and Gas Lease Rental Payments


Dear Mr. Weitzner

On April 28, 2020, the Alaska Department of Natural Resources (“DNR”) received a request from the Alaska Industrial Development and Export Authority (“AIDEA”) on behalf of itself and Thyssen Petroleum, Caracol Petroleum LLC and Brooks Range Petroleum Corporation, (collectively the “Parties”) to receive an extension of time within which to make payments on annual oil and gas lease rentals due May 1, 2020.

The commissioner has authority under AS 38.05.020(b)(5) to grant an extension for payment of rental on any mineral lease upon a finding that compliance with the requirements is or was prevented by reason of war, riots, or acts of God. President Trump and Governor Dunleavy have both declared states of emergency, nationally and in the state, for the unprecedented COVID-19 outbreak. The social and economic restrictions of this have placed an unanticipated burden on Alaskan businesses that justifies an extension of time within which to make payments.

The request of the Parties is granted. Oil and gas lease ADLs 393681, 393682, 393683, and 393686 have annual lease rentals of a combined total of \$89,600.00 due May 1, 2020. DNR and the Parties agree to divide this rental amount into two payments: the first payment of \$35,840.00 shall be due September 1, 2020 and the remaining balance of \$53,760.00 shall be due December 1, 2020.

Sincerely,

DocuSigned by:

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Corri A. Feige, Commissioner

CC: Tom Stokes, Director, Division of Oil & Gas
Thomas Habermann, Treasurer and CFO, Brooks Range Petroleum Corporation

An eligible person affected by this decision may request reconsideration of it in accordance with 11 AAC 02. Any request for reconsideration must be received within 20 calendar days after the date of “issuance” of this decision, as defined in 11 AAC 02.040(c) and (d), and may be mailed or delivered to Commissioner, Department of Natural Resources, 550 W 7th Avenue, Suite 1400, Anchorage, Alaska 99501; faxed to 1-907-269-8918; or sent by electronic mail to dnr.appeals@alaska.gov. This decision takes effect immediately. An eligible person must first request reconsideration of this decision in accordance with 11 AAC 02 before appealing this decision to Superior Court. If the Commissioner does not act on a request for reconsideration within 30 days after issuance of this decision, the request for reconsideration is considered denied and this decision becomes a final administrative order and decision on the 31st day after issuance for the purposes of an appeal to Superior Court. A copy of 11 AAC 02 may be obtained from any regional information office of the Department of Natural Resources.