



United States Department of the Interior

BUREAU OF OCEAN ENERGY MANAGEMENT

New Orleans Office
1201 Elmwood Park Boulevard
New Orleans, LA 70123-2394

In Reply Refer To: MS GM 266A
OCS-G 29107

March 7, 2023

Sanare Energy Partners, LLC
777 North Eldridge Parkway, Suite 300
Houston, TX 77079
Attn: Brian Macmillan

Dear Mr. Macmillan:

Your letter dated February 15, 2023, requesting cancellation of Outer Continental Shelf (OCS) Mineral Lessee's or Operator's Supplemental Bond No. N-7000939, in the amount of \$765,000, was received by our office on that same date. This bond, conditioned to cover Right-of-Way OCS-G 29107, was executed on March 23, 2018, with Northstar Offshore Ventures LLC as principal and Indemnity National Insurance Company as surety.

Attached to and forming a part of Bond No. N-7000939, is General Purpose Rider, executed on February 4, 2019, which changes the name of the principal from Northstar Offshore Ventures LLC to Sanare Energy Partners, LLC. The rider is effective November 29, 2018.

We are unable to grant your request for cancellation at this time due to concerns from the Office of Natural Resources Revenue. They state "Outstanding lease obligations (right of ways) were found on Invoice No. (FIN100077996) which has been referred to Treasury for non-payment." Please contact the Office of Natural Resources Revenue for additional information at jessica.polacek@onrr.gov. When this has been corrected you may resubmit your request.

Should you need further assistance, please contact Kathleen Lee at (504) 736-5774 or boemgomrfinancialassurance@boem.gov.

Sincerely,

BRIDGETTE Digitally signed by
DUPLANTIS BRIDGETTE DUPLANTIS
Date: 2023.03.07
07:09:50 -06'00'

Bridgette Duplantis, Section Chief
Leasing and Financial Responsibility Section
Leasing and Plans

cc: Brian Macmillan (bmac@sanarepartners.com)
Smith Manus (tpickerrell@smithmanus.com)



777 North Eldridge Parkway, Ste. 300
Houston, Texas 77079
(713) 626-9696

RECEIVED

February 15, 2023

February 15, 2023

Via Email boemgomrfinancialassurance@boem.gov

Bureau of Ocean Energy Management
Leasing & Financial Responsibility Unit
1201 Elmwood Park Boulevard
New Orleans, Louisiana 70123-2394

*Leasing & Financial
Responsibility Section*

Re: Requesting Cancellation of Supplemental Bond and any
Bond Riders for OCS-G 29107

Dear Sir or Madam:

This letter serves as a request to have the following Supplemental bond cancelled.

1. Outer Continental Shelf (OCS) Mineral Lessee's or Operator's ROW Supplemental Bond by Indemnity National Insurance Company, as Surety and Northstar Offshore Ventures LLC predecessor to Sanare Energy Partners, LLC, as Principal, bearing Bond No. N-7000939 in the amount of \$765,000.00, effective March 18, 2018, covering OCS-G 9107. (copy attached) Sanare Energy Partners, LLC GOM Company #3520

Hereinafter referred to as the "Galveston 214 Bond".

We request that the above referenced Galveston 214 Bond be fully released and canceled. Pursuant to the latest plugging and abandonment liability report dated February 15, 2023, this Block has \$0.00 plugging and abandonment liability due.

Once you have reviewed and approved the cancellation of the Galveston 214 Bond, please mark cancelled on the Galveston 214 Bond and send a letter to me acknowledging the cancellation of same.

If you have any questions regarding the above, or need additional information, we have provided the following contact information for each of the parties:

For the Principal – Sanare Energy Partners, LLC (#3520)

Brian H. Macmillan

777 North Eldridge Parkway, Suite 300

Houston, Texas 77046

Email: bmac@sanarepartners.com

Phone Number: (713)-582-6250

Bond

For the Surety – Indemnity National Insurance Company

Broker: Smith Manus

Address: 2307 River Road, Suite 200

Lexington, KY 40206

Email: tpickerrell@smithmanus.com

Phone Number: (502) 238-1246

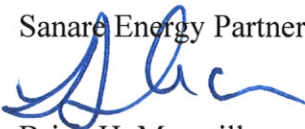
Phone Number: (502) 636-9191

Fax: (502) 238-1247

If you have any questions regarding the above, or need additional information, please contact Brian Macmillan at 713-582-6250 or by email at bmac@sanarepartners.com.

Very truly yours,

Sanare Energy Partners, LLC



Brian H. Macmillan

Sr. Vice President - Land