



United States Department of the Interior

BUREAU OF OCEAN ENERGY MANAGEMENT

Gulf of Mexico OCS Region
1201 Elmwood Park Boulevard
New Orleans, LA 70123-2394

In Reply Refer To: MS GM 266A
Bond No. SUR0036699

APR 24 2018

Ms. Yamoria Miller
Sabine Oil & Gas Corporation
1415 Louisiana St. Suite 1600
Houston, TX 77002

Dear Ms. Miller:

We received your letter dated February 8, 2018, submitting your Bond Rider To Assume Liability, Rider No. 1, to be attached to and form a part of Outer Continental Shelf (OCS) Pipeline Right-of-Way Grant Bond No. SUR0036699, in the amount of \$300,000. Said bond was executed on November 7, 2016, with Sabine Oil & Gas Corporation as principal and Argonaut Insurance Company as surety, conditioned to cover the principal's pipeline operations in the Gulf of Mexico. Your rider was received on February, 12, 2018.

With the acceptance of Rider No. 1, executed on January 2, 2018, Bond No. SUR0036699 extends to and covers all liability associated with Outer Continental Shelf (OCS) Right-of-Way Grant Bond No. 6218961, in the amount of \$300,000. Therefore, the period of liability of Bond No. 6218961 is now considered terminated and the bond is cancelled without residual liability effective February 17, 2017, the effective date of Rider No. 1.

Should you need further assistance, please contact Kathleen Lee at (504) 555-5774 or boemgomrfinancialassurance@boem.gov.

Sincerely,

Michael A. Celata
Regional Director

cc: Mr. Joey D. Dills
Argonaut Insurance Company
4200 E. Skelly Drive, Suite 300
Tulsa, OK 74136-3237

Ms. Lupe Tamayo
SAFECO Insurance Company of America
1330 Post Oak Blvd., Suite 900
Houston, TX 77056

Sent Via Email To: dsumrall@sabineoil.com, ymiller@sabineoil.com, dkelly@alliant.com,
hkillan@argosurety.com, Bryn.evans@libertymutual.com, cgordon@liskow.com



1415 Louisiana Street, Suite 1600, Houston, Texas 77002

Main: 832-242-9600 Fax: 832-242-9560

February 8, 2018

BY OVER NIGHT DELIVERY

U. S. Department of the Interior
Bureau of Ocean Energy Management
Leasing & Financial Responsibility Section
1201 Elmwood Park Boulevard
New Orleans, Louisiana 70123-2394
Attention: Kathleen Lee



Re: Assumption of Liability Surety Rider
Outer Continental Shelf (OCS) Pipeline Right-of-Way Grant Bond
No. SUR0036699

Dear Ms. Lee:

As we discussed, enclosed please find the revised Assumption of Liability Rider No. 1 in association with Argonaut Bond SUR0036699. The Date of the assumption of the SAFECO Bond No. 6218961 has been revised to February 17, 2017 per your instructions.

Please do not hesitate to contact me at (832) 242-9635 or by e-mail at dsumrall@sabineoil.com should you have any questions regarding this request. Thank you for your assistance in this matter.

Sincerely,

A handwritten signature in blue ink, appearing to read 'Dianne Sumrall', written in a cursive style.

Dianne Sumrall
Sabine Oil & Gas Corporation
Manager – Regulatory & Production Accounting

enclosure

e-mail:

Yamoria Miller
Sabine Oil & Gas Corporation
ymiller@sabineoil.com

Ms. DeDee Kelly
Alliant Insurance Services, Inc.
dkelly@alliant.com

Hillary Killan
Argo Surety
hkillan@argosurety.com

Bryn Evans
Liberty Mutual Surety (Formerly SAFECO)
Bryn.evans@libertymutual.com

Liskow & Lewis
Ms. Collette Gordon
cgordon@liskow.com

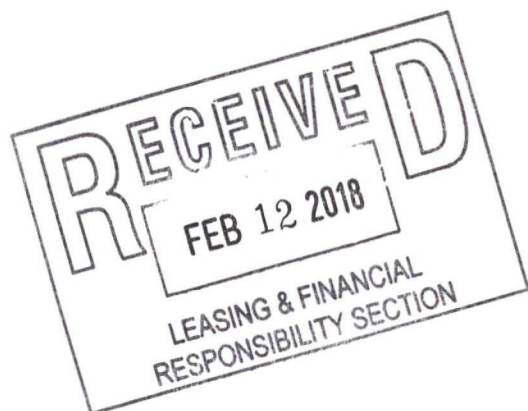
RIDER NO. 1

Attaching to and forming part of Outer Continental Shelf (OCS) Pipeline Right-of-Way Grant Bond No. SUR0036699 executed November 7, 2016 on behalf of Sabine Oil & Gas Corporation, as Principal and Argonaut Insurance Company as surety, in favor of United States of America acting through and by the Bureau of Ocean Energy Management (BOEM), as Obligee, in the amount of Three Hundred Thousand and No/100 (\$300,000.00) Dollars.

It is understood and agreed that effective February 17, 2017 this bond also extends to and covers all liability associated with the Outer Continental Shelf (OCS) Right-of-Way Grant Bond No. 6218961, in the amount of \$300,000 executed on June 20, 2003, with Forest Oil Corporation as principal and SAFECO Insurance Company of America as surety, conditioned to cover principal's pipeline operations in the Gulf of Mexico.

All other conditions and terms to remain as originally written.

Signed, sealed and dated this 8th day of February, 2018.



Sabine Oil & Gas Corporation

Principal

By: *Yamoria Miller*

Name: Yamoria Miller

Title: Vice President, Human Resources
and Administration

Argonaut Insurance Company

Surety

By: *Teresa D. Kelly*

Name: Teresa D. Kelly

Title: Attorney-in-Fact

Argonaut Insurance Company
Deliveries Only: 225 W. Washington, 24th Floor
Chicago, IL 60606

United States Postal Service: P.O. Box 469011, San Antonio, TX 78246

POWER OF ATTORNEY

KNOW ALL MEN BY THESE PRESENTS: That the Argonaut Insurance Company, a Corporation duly organized and existing under the laws of the State of Illinois and having its principal office in the County of Cook, Illinois does hereby nominate, constitute and appoint:

Dan W. Burton, Teresa D. Kelly, Craig C. Payne, Laura L. Kneitz, Rheagyn L. White, Melissa Haddick

Their true and lawful agent(s) and attorney(s)-in-fact, each in their separate capacity if more than one is named above, to make, execute, seal and deliver for and on its behalf as surety, and as its act and deed any and all bonds, contracts, agreements of indemnity and other undertakings in suretyship provided, however, that the penal sum of any one such instrument executed hereunder shall not exceed the sum of:

\$75,000,000.00

This Power of Attorney is granted and is signed and sealed under and by the authority of the following Resolution adopted by the Board of Directors of Argonaut Insurance Company:

"RESOLVED, That the President, Senior Vice President, Vice President, Assistant Vice President, Secretary, Treasurer and each of them hereby is authorized to execute powers of attorney, and such authority can be executed by use of facsimile signature, which may be attested or acknowledged by any officer or attorney, of the Company, qualifying the attorney or attorneys named in the given power of attorney, to execute in behalf of, and acknowledge as the act and deed of the Argonaut Insurance Company, all bond undertakings and contracts of suretyship, and to affix the corporate seal thereto."

IN WITNESS WHEREOF, Argonaut Insurance Company has caused its official seal to be hereunto affixed and these presents to be signed by its duly authorized officer on the 8th day of May, 2017.



Argonaut Insurance Company

Joshua C. Betz

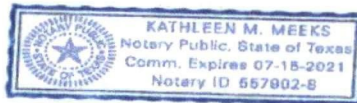
by: _____

Joshua C. Betz, Senior Vice President

STATE OF TEXAS
COUNTY OF HARRIS SS:

On this 8th day of May, 2017 A.D., before me, a Notary Public of the State of Texas, in and for the County of Harris, duly commissioned and qualified, came THE ABOVE OFFICER OF THE COMPANY, to me personally known to be the individual and officer described in, and who executed the preceding instrument, and he acknowledged the execution of same, and being by me duly sworn, deposed and said that he is the officer of the said Company aforesaid, and that the seal affixed to the preceding instrument is the Corporate Seal of said Company, and the said Corporate Seal and his signature as officer were duly affixed and subscribed to the said instrument by the authority and direction of the said corporation, and that Resolution adopted by the Board of Directors of said Company, referred to in the preceding instrument is now in force.

IN TESTIMONY WHEREOF, I have hereunto set my hand, and affixed my Official Seal at the County of Harris, the day and year first above written.



Kathleen M. Meeks

(Notary Public)

I, the undersigned Officer of the Argonaut Insurance Company, Illinois Corporation, do hereby certify that the original POWER OF ATTORNEY of which the foregoing is a full, true and correct copy is still in full force and effect and has not been revoked.

IN WITNESS WHEREOF, I have hereunto set my hand, and affixed the Seal of said Company, on the 8th day of February 2018



James Bluzard

James Bluzard, Vice President-Surety