



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
OCS-G 9318

May 18, 2018

Mr. Arthur M. Mixon, III
PetroQuest Energy, L.L.C.
400 E. Kalista Saloom Rd., Suite 6000
Lafayette, LA 70508-1205

Dear Mr. Mixon:

Your letter dated April 10, 2018, requesting cancellation of Outer Continental Shelf (OCS) Mineral Lessee's or Operator's Supplemental Bond No. SU11848, in the amount of \$495,000 was received by our office on April 12, 2018. This bond, conditioned to cover Right-of-Way OCS-G 9318, was executed on August 25, 2014, with PetroQuest Energy, L.L.C. as principal and Aspen American Insurance Company as surety.

Bond No. N-7000937 in the amount \$495,000 has been accepted for OCS-G 9318 and accepts all obligations of all previous sureties. Therefore, the Bureau of Ocean Energy Management has no objection to cancellation of Bond No. SU11848. Bond No. SU11848 is considered cancelled without residual liability effective May 9, 2018, the date of final concurrence with the cancellation.

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

Sincerely,

**MICHELLE
PICOU** Digitally signed by
MICHELLE PICOU
Date: 2018.05.18
14:49:28 -05'00'

Michelle Uli Picou
Acting Regional Supervisor
Leasing and Plans

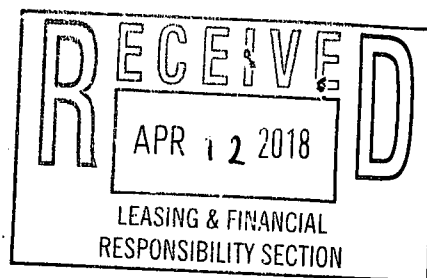
cc: Ms. Autum Stockton
Aspen American Insurance Company
175 Capital Boulevard, Suite 300
Rocky Hill, CT 06067

Sent Via Email To: amixon@petroquest.com , amario@smr-lawfirm.com ,
astockton@lockton.com



PetroQuest
ENERGY, L.L.C.

April 10, 2018



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

Re: Requesting Cancellation of Supplemental Bond currently on
file for OCS-G 09318 (ROW)

Dear Ms. Lee:

On September 2, 2014, PetroQuest Energy, L.L.C. (GOM # 2222) submitted the following supplemental bond to the Bureau of Ocean Energy Management ("BOEM") to cover the plugging and abandonment obligations on right-of-way OCS-G 09318;

1. Outer Continental Shelf (OCS) Mineral Lessee's and Operator's Supplemental Bond by Aspen American Insurance Company, as Surety and PetroQuest Energy, L.L.C., as Principal, Bond No. SU11848 covering right-of-way OCS-G 09318, in the amount of \$495,000, hereinafter referred to as the "PetroQuest Supplemental Bond".

We request that the above referenced PetroQuest Supplemental Bond be fully released and canceled pursuant to the filing of the following:


2. Outer Continental Shelf (OCS) Mineral Lessee's or Operator's Supplemental Bond dated March 23, 2018, approved March 30, 2018, by Indemnity National Insurance Company, as Surety and Northstar Offshore Ventures LLC, as Principal, bearing Bond No. N-7000937 in the amount of \$495,000 covering right-of-way OCS-G 09318. This bond replaces and supercedes Bond No. SU11848. This bond hereinafter referred to as the "Northstar Replacement Supplemental Bond." Northstar Offshore Ventures LLC (GOM #3520).

Once you have reviewed and approved the Northstar Replacement Supplemental Bond, please mark cancelled on the PetroQuest Supplemental Bond and send a letter to me acknowledging the cancellation of the PetroQuest Supplemental Bond.

Ms. Kathleen Lee
Bureau of Ocean Energy Management
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If you have any questions regarding the above, or need additional information, please contact Anthony C. Marino at (504)-585-7800 or by email at amarino@smr-lawfirm.com or the undersigned at (337) 272-7028 or by email at amixon@petroquest.com.

Very truly yours,



Arthur M. Mixon, III
Executive Vice President – Operations & Production