



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

DEC 06 2018

In Reply Refer To: MS GM 266A
OCS-G 1506

Energy XXI USA, Inc.
c/o Argonaut Insurance Company
P.O. Box 469011
San Antonio, TX 78246

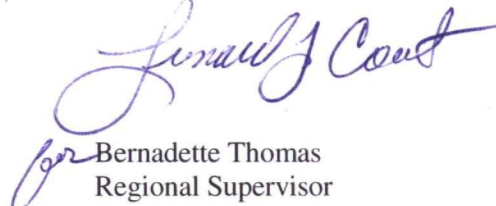
Dear Mr. Lavitt:

Your letter dated November 5, 2018, requesting cancellation of Outer Continental Shelf (OCS) Mineral Lessee's or Operator's Supplemental Bond No. SUR0032475, in the amount of \$695,000 was received by our office on November 14, 2018. This bond, conditioned to cover Right-of-Way OCS-G 1506, was executed on June 13, 2015, with Energy XXI USA, Inc. as principal and Argonaut Insurance Company as surety.

Bond No. SUR0032495 in the amount of \$1,034,768 has been accepted and covers the decommissioning liability for OCS-G 1506. Therefore, the Bureau of Ocean Energy Management has no objection to cancellation of Bond No. SUR0032475, which is considered cancelled without residual liability effective November 30, 2018, the date of final concurrence with the cancellation.

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

Sincerely,



Bernadette Thomas
Regional Supervisor
Leasing and Plans

cc: Energy XXI USA, Inc.
1021 Main Street, Suite 2626
Houston, TX 77002
Attn: Mr. Antonio Pinho

Sent Via Email To: bmarchiveii@energyxxi.com , robert.lavitt@argosurety.com ,
akoletar@mcgriff.com , michelle.stukey@argosurety.com



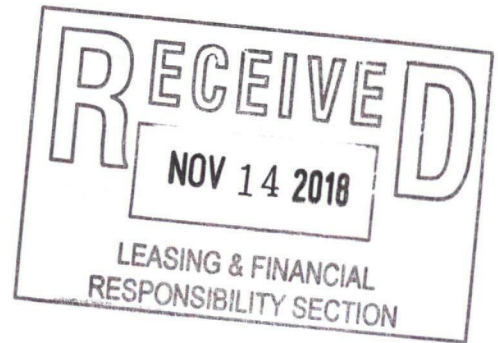
ARGO SURETY

Member Argo Group

November 5, 2018

VIA EMAIL (kathleen.lee@boem.gov) AND MAIL

United States Department of the Interior
Bureau of Ocean Energy Management
Gulf of Mexico, OCS Region
1201 Elmwood Park Boulevard
New Orleans, Louisiana 70123-2394



Attention: Ms. Kathleen Lee, Program Support, Financial Assurance

Re: Cancellation of Argonaut Bond No. SUR0032475
Energy XXI USA, Inc.
Bond Amount: \$695,000
Description: ROW G01506

Dear Ms. Lee:

Please let this letter serve as Argonaut Insurance Company's (Argonaut) request for cancellation of Outer Continental Shelf (OCS) Mineral Lessee's and Operator's Supplemental Bond No. SUR0032475 in the amount of \$695,000, executed on June 13, 2015, with Energy XXI USA, Inc. as Principal and Argonaut as Surety (the "Bond").

Please note, Grand Isle Corridor, LP filed a replacement bond number SUR0032495 issued by Argonaut Insurance Company in the amount of \$1,034,768 for the full assessed P&A amount which replaces and supersedes Argonaut Insurance Company bond number SUR0032475.

Accordingly, Argonaut requests a written cancellation of Argonaut Bond No. SUR0032475 terminating the period of liability of the Bond and cancelling Argonaut Bond No. SUR0032475 without residual liability.

Robert Lavitt
Vice President, Director of Surety Claims
13100 Wortham Center Drive, Suite 290
Houston, TX 77065
Phone: (860) 264-7104
Robert.Lavitt@argosurety.com
www.argosurety.com
193582v1




ARGO SURETY

Member Argo Group

Should you have any questions or wish to further discuss, please do not hesitate to contact me. Otherwise, please provide Argonaut with written cancellation of Argonaut Bond No. SUR0032475 at your earliest convenience. I remain,

Very truly yours,

Argonaut Insurance Company

By: 

Robert G. Lavitt
Vice President and Director of Surety Claims

Robert Lavitt
Vice President, Director of Surety Claims
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Houston, TX 77065
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