

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 28548

OCT 0 1 2019

Deepwater Abandonment Alternatives, Inc. 3505 West Sam Houston Parkway North, Suite 400 Houston, TX 77043 Attn: Erik Heymann

Dear Mr. Heymann:

Your letter dated September 9, 2019, requesting cancellation of Multi-Obligee Supplemental Bond No. US00088043SU19A, in the amount of \$1,745,184, was received by our office on September 17, 2019. This bond conditioned to cover Right-of-Way OCS-G 28548, with Deepwater Abandonment Alternatives, Inc. as Principal, and XL Specialty Insurance Company as Surety. The Principal and Surety are held and firmly bound unto the Bureau of Ocean Energy Management and Marathon Oil Company as Co-Obligees.

The Bureau of Safety and Environmental Enforcement has assessed the decommissioning liability for OCS-G 28548 to be \$0. Therefore, the Bureau of Ocean Energy Management has no objection to cancellation of Bond No. US00088043SU19A, which is considered cancelled without residual liability effective September 27, 2019, 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,

Bernadette Thomas Regional Supervisor Leasing and Plans

cc:

XL Specialty Insurance Company

70 Seaview Avenue Stamford, CT 06902 Attn: Surety Department

Marathon Oil Company 5555 San Felipe Street Houston, TX 77056 Attn: Jim Sandoval

Sent Via Email To: jshropshire@helixesg.com, rvarela@mcgriff.com



LEASING & FINANCIAL

RESPONSIBILITY SECTION

September 09th, 2019

Bureau of Ocean Energy Management

ATTN: Leasing & Financial Responsibility Section 1201 Elmwood Park Blvd.; Mail Stop GM 266A

New Orleans, LA 70123-2394

Re: Cancellation Request

Principal: Deepwater Abandonment Alternative, Inc.

Bond Number: US00088043SU19A Bond Amount: \$1,745,184.00

Bond Type/Description: Outer Continental Shelf (OCS) Multi-Obligee Supplemental Bond, to cover Expired Lease No. OCS-G 28548, Right-of-Way Supplemental Bond. OCS-G

28548 is more fully described as follows:

A 200-foot wide right-of-way to an 8-inch pipeline, 18.3 miles in length, to transport bulk oil from PLET A in Block 244, through Blocks 200, 201, 156, 112, 111, 110, 66 and to platform A in Block 65, all located in Green Canyon Area; and

Dear Sir or Madam:

We hereby request the release and return of the referenced bond inasmuch as <u>BSEE reflects the right-of-way OSC-G 28548 has been relinquished</u>, and now reactivated and assigned to Fieldwood Energy <u>Offshore LLC as assigned Federal right-of-way OCS-G29714</u>. Please return the original bond and associated rider(s) to us for return to the Surety.

If you do not normally return the original bond, please issue a letter address to the Surety on your letterhead referencing the subject bond and stating "The Surety is hereby fully and unconditionally released from any and all liability under this bond".

As this request is accepted and processed, please provide notification via email to the following parties:

Jason Shropshire, Deepwater Abandonment Alternatives, Inc.: jshropshire@helixesg.com

Ryan Varela, McGriff, Seibels & Williams of Texas, Inc.: rvarela@mcgriff.com

Thank you for your consideration, and if you have any questions, please feel free to contact Jason Shropshire at <u>281.848.6556</u> or Ryan Varela at <u>713.273.2697</u> or by the respective email address state above.

Sincerely,

Erik Heymann Assistant Secretary