



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 4296

DEC 03 2019

M21K, LLC
1021 Main (One City Centre), Suite 2626
Houston, TX 77002
Attn: Craig Sanders

Dear Mr. Sanders:

Your letter dated November 5, 2019, requesting cancellation of Outer Continental Shelf (OCS) Mineral Lessee's or Operator's Supplemental Bond No. 1046860, in the amount of \$522,136, was received by our office on November 6, 2019. This bond, conditioned to cover Right-of-Way OCS-G 4296, was executed on December 6, 2018, with M21K, LLC as principal and The Hanover Insurance Company as surety.

We are unable to grant your request at this time. The Risk Management Operations Group has objected to this request.

Should you need further assistance, please contact The Risk Management Operations Group at boemrmog@boem.gov.

Sincerely,

Susan Vaughan, Section Chief
Leasing and Financial Responsibility Section
Leasing and Plans

cc: The Hanover Insurance Company
440 Lincoln Street
Worcester, MA 01653
Attn: Richard Covington

Sent Via Email To: craig.sanders@coxoil.com , akoletar@mcgriff.com



1021 Main (One City Centre)
Suite 2626
Houston, Texas 77002
Tel 713-351.3000 Fax 713.351.3300

November 5, 2019

U.S. Department of the Interior
Bureau of Ocean Energy Management
1201 Elmwood Park Boulevard
New Orleans, Louisiana 70123-2394

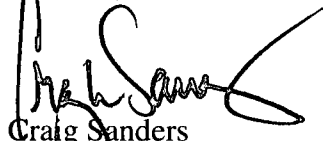
Re: Cancellation Request
M21K, LLC
Bond Number: 1046860
Bond Amount: \$522,136
Description: OCS-G04296

Dear Ms. Kathleen Lee:

We hereby request the Bureau of Ocean Energy Management ("BOEM") fully release the Hanover Insurance Company bond number 1046860 in the amount of \$522,136.

Thank you for your consideration, and if you have any questions, please feel free to contact me at craig.sanders@coxoil.com

Sincerely,



Craig Sanders
CEO

Cc: Ashley Koletar – akoletar@mcgriff.com

