



# United States Department of the Interior

## BUREAU OF OCEAN ENERGY MANAGEMENT

New Orleans Office  
1201 Elmwood Park Boulevard  
New Orleans, LA 70123-2394

In Reply Refer To: MS GM 266A  
OCS-G 22660

August 25, 2020

M21K, LLC  
1021 Main Street, Suite 2626  
Houston, TX 77002  
Attn: Ben Marchive II

Dear Mr. Marchive:

Your letter dated August 5, 2020, requesting cancellation of Outer Continental Shelf (OCS) Mineral Lessee's or Operator's Supplemental Bond No. SUR0025080, in the amount of \$700,000, was received by our office on August 6, 2020. This bond, conditioned to cover Lease OCS-G 22660, all of Block 110, Eugene Island Area, was executed on August 30, 2013, with M21K, LLC as principal and Argonaut Insurance Company as surety.

Attached to and forming a part of Bond No. SUR0025080, is Decrease Bond Rider, which decreases the bond amount by \$483,063 for a total penal amount of \$216,937. The rider is effective November 1, 2019.

Attached to and forming a part of Bond No. SUR0025080, is Decrease Bond Rider, which decreases the bond by \$66,937, for a total penal sum of \$150,000. The rider is effective March 4, 2020.

The Bureau of Safety and Environmental Enforcement has assessed the decommissioning liability for OCS-G 22660 to be \$0. Therefore, the Bureau of Ocean Energy Management has no objection to cancellation of Bond No. SUR0025080, which is considered cancelled without residual liability effective August 14, 2020, 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](mailto:boemgomrfinancialassurance@boem.gov).

Sincerely,  
**BERNADETTE  
THOMAS**

Digitally signed by  
BERNADETTE THOMAS  
Date: 2020.08.25 06:36:45  
-05'00'

Bernadette Thomas  
Regional Supervisor  
Leasing and Plans

cc: Argonaut Insurance Company  
P.O. Box 469011  
San Antonio, TX 78246  
Attn: Phillip N. Bair

Sent Via Email To: [bmarchive@coxoil.com](mailto:bmarchive@coxoil.com) , [akoletar@mcgriff.com](mailto:akoletar@mcgriff.com)



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1021 Main Street  
Suite 2626  
Houston, TX 77002  
(713) 351-3000

***RECEIVED***

**August 6, 2020**

***Leasing & Financial  
Responsibility Section***

August 5, 2020

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: SUR0025080  
Bond Amount: \$150,000.00  
Description: OCS-G 22660 Eugene Island Block 110

Dear Ms. Kathleen Lee:

We hereby request the Bureau of Ocean Energy Management ("BOEM") fully release the Argonaut Insurance Company bond number SUR0025080 in the amount of \$150,000.00.

For further reference the current bond referenced above is attached hereto.

Thank you in advance, and if you have any questions, please feel free to contact me at [bmarchive@coxoil.com](mailto:bmarchive@coxoil.com)

Sincerely,

A handwritten signature in black ink, appearing to read 'Ben Marchive II', is written over a light blue rectangular background.

Ben Marchive II  
Vice President, Land  
M21K, LLC

Cc: Ashley Koletar – [akoletar@mcgriff.com](mailto:akoletar@mcgriff.com)