



# 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  
RLB0011566

November 12, 2020

PXP Producing Company LLC  
c/o Freeport-McMoRan Oil & Gas LLC  
11450 Compaq Center West Drive  
Building 9, Suite 450  
Houston, TX 77070  
Attn: Todd R. Cantrall

Dear Mr. Cantrall:

Your letter dated October 26, 2020, requesting termination of the period of liability of Outer Continental Shelf (OCS) Pipeline Right-of-Way Grant Bond No. RLB0011566, in the amount of \$300,000, was received by our office on November 3, 2020. This bond, conditioned to cover principal's pipeline operations in the Gulf of Mexico, was executed on April 22, 2008, with Pogo Producing Company LLC as principal and RLI Insurance Company as surety.

Attached to and forming a part of Bond No. RLB0011566, is Rider No. 2, executed on June 26, 2012, which changes the name of the principal from Pogo Producing Company LLC to PXP Producing Company LLC. The rider is effective June 19, 2012.

The Bureau of Ocean Energy Management has no objection to termination of Bond No. RLB0011566. The period of liability is considered to have terminated effective November 10, 2020, the date of final concurrence with the termination, except as to any liability which may have accrued prior to that date.

Notwithstanding the fact that the period of liability under the above-described bond has terminated, the bond cannot be cancelled until seven years after the termination of the lease, six years after completion of all bonded obligations, or at the conclusion of any appeals or litigation related to your bonded obligations, whichever is the latest. When these requirements have been met you may submit a written cancellation request.

Please note that during the aforementioned period, to cover actual or potential outstanding obligations associated with the herein identified lease, you may provide acceptable security, pledged collateral or another corporate surety bond to the Bureau of Ocean Energy Management in lieu of the above-described surety.

If you require 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: 2020.11.12 14:28:13  
-06'00'  
Bernadette Thomas  
Regional Supervisor  
Leasing and Plans

cc: RLI Insurance Company  
8 Greenway Plaza, Suite 400  
Houston, TX 77046  
Attn: Greg E. Chilson

Sent Via Email To: [kmineo@fmi.com](mailto:kmineo@fmi.com), [jordan.rewerts@rlicorp.com](mailto:jordan.rewerts@rlicorp.com), [Amanda.George@aon.com](mailto:Amanda.George@aon.com)



RLI Insurance Company

9025 N Lindbergh Dr. | Peoria, IL 61615

October 26, 2020

Bureau of Ocean and Energy Management  
New Orleans Office  
1201 Elmwood Park Blvd.  
New Orleans, LA 70123-2394  
Leasing and Financial Responsibility – Mail stop GM 266A



Re: Principal: PXP Producing Company LLC  
Desc.: Bond No. RLB0011566 – OCS Pipeline Right-of-Way Grant Bond  
Amount: \$300,000  
Surety: RLI Insurance Company  
Contact: Jordan Rewerts (480-904-8424) [jordan.rewerts@rlicorp.com](mailto:jordan.rewerts@rlicorp.com) and/or  
Amanda George (8320476-6921) [Amanda.George@aon.com](mailto:Amanda.George@aon.com)  
Executed: Original execution: April 22, 2008 with Pogo Producing Company LLC

To Whom it May Concern:

Please consider this letter RLI's written request for release of the above referenced bond. PXP Producing Company is no longer operating in the Gulf of Mexico. As such, we respectfully request the release of the referenced bond.

At your earliest convenience, please forward confirmation of bond release to my attention so I can close my file. If possible, an electronic copy of the release is preferred. Electronic copy can be sent to [Jordan.rewerts@rlicorp.com](mailto:Jordan.rewerts@rlicorp.com). If you need anything additional to resolve this matter, please let me know.

I appreciate your assistance.



Jordan Rewerts  
Sr. Underwriter