



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 21882

October 27, 2020

Castex Offshore, Inc.
333 Clay Street, Suite 2900
Houston, TX 77002
Attn: Ashley S. Green

Dear Ms. Green:

Your letter dated September 29, 2020, requesting cancellation of Outer Continental Shelf (OCS) Mineral Lessee's or Operator's Supplemental Bond No. B009750, in the amount of \$185,000, was received by our office on that same date. This bond, conditioned to cover Right-of-Way OCS-G 21882, was executed on January 7, 2016, with Castex Offshore, Inc. as principal and U.S. Specialty Insurance Company as surety.

Bond No. 7901022781 in the amount of \$185,000 has been accepted for OCS-G 21882. Therefore, with concurrence of the Risk Management Operations Group, the Bureau of Ocean Energy Management has no objection to cancellation of Bond No. B009750, which is considered cancelled without residual liability effective October 23, 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.

Sincerely,
BERNADETTE THOMAS
Digitally signed by
BERNADETTE THOMAS
Date: 2020.10.27 11:41:26
-05'00'
Bernadette Thomas
Regional Supervisor
Leasing and Plans

cc: U.S. Specialty Insurance Company
13403 Northwest Freeway
Houston, TX 77040
Attn: Edwin H. Frank, III

Sent Via Email To: agreen@castexenergy.com , chucker@upstreambrokers.com



September 29, 2020

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

Re: Release of Supplemental Bond
Bond No. B009750
OCS Leasing No. G21882

RECEIVED

September 29, 2020

*Leasing & Financial
Responsibility Section*

To Whom It May Concern:

Castex Offshore, Inc., as Principal, and U.S. Specialty Insurance Company, as Surety request to release the Supplemental Bond No. B009750 in the amount of \$185,000 made in favor of the Bureau of Ocean Energy Management, a copy of which is enclosed hereto. The Supplemental Bond covers a 6-5/8 inch pipeline to transport bulk oil from South Marsh Island Block 122, "A" Platform (OCS-G 17942), through South Marsh Island Block 131 (OCS-G 2281), to Shell's South Marsh Island Block 130 "A" Platform (OCS-G 2280). It is noted that this Supplemental Bond is being replaced by Bond No. 7901022781 submitted on behalf of Talos Third Coast, LLC.

Let this letter serve as our thirty (30) day written notice to cancel the bond with the Obligee, relieving the liability of both the Principal and the Surety, upon the expiration of the thirty (30) day period. However, Castex respectfully requests that the effective date of its cancellation of Bond No. B009750 be concurrent with the date Talos Third Coast bonds were received by Bureau of Ocean Energy Management, September 22, 2020.

Please return the original copy of the bond to the address listed below for further handling and include Ashley Green (agreen@castexenergy.com), our Broker (chucker@upstreambrokers.com) and myself (khernandez@castexenergy.com) on any e-mail correspondence related to the requested cancellation.

Castex Offshore, Inc.
Attn: Kendall Hernandez
21614 Barrow Glen Ct.
Spring, Texas 77388

Should you have any further questions or need further assistance, please do not hesitate to contact the undersigned.

Respectfully,

A handwritten signature in blue ink that reads "Ashley S. Green". The signature is fluid and cursive, with the first name being the most prominent.

Ashley S. Green
Corporate Secretary

/knh
Enclosures