

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: GM 235D August 11, 2021

Ms. Cindy Kunkel Murphy Exploration & Production Company - USA 9805 Katy Freeway, Suite G-200 Houston, Texas 77024

Dear Ms. Kunkel,

Reference is made to the following plan:

Control No. N-10161

Type Initial Exploration Plan

Received April 7, 2021, amended April 13 and June 21, 2021 Lease(s) OCS-G 36675, Block 137, Atwater Valley Area (AT)

OCS-G 36676, Block 138, Atwater Valley Area (AT)

You are hereby notified that the approval of the subject plan has been granted as of August 11, 2021, in accordance with 30 CFR 550.233(b)(1).

This approval includes the activities proposed for Subsea Wells A and B in AT Block 137 and Subsea Wells C, D, and E in AT Block 138.

In accordance with 30 CFR 556.901(d), additional security may be required for your proposed activities. Prior to conducting activities in which you need to obtain approvals and/or permits described in 30 CFR 550.281(a) from the appropriate District Manager or BSEE Regional Supervisor, you must contact BOEM Risk Management Operations Group by email at boemrmog@boem.gov to determine if additional security is required and comply with any demand for this security.

Our review indicates that the proposed operations have the potential to impact submerged archaeological resources that could be in the area of potential effect (APE), which encompasses all portions of the seafloor where bottom-disturbing activities are to occur. Before conducting any authorized, bottom disturbing activities, the company will follow the guidance provided at https://www.boem.gov/sites/default/files/documents/newsroom/Conditional-Archaeological-Mitigation_1.pdf, which includes minimum survey recommendations, requisite certification submittals, and post-activity reporting standards needed to ensure compliance with the regulations under 30 CFR 550.194.

In response to the request accompanying your plan for a hydrogen sulfide (H₂S) classification, the area in which the proposed drilling operations are to be conducted is hereby classified, in accordance with 30 CFR 250.490(c), as "H₂S absent."

Exercise caution while drilling due to indications of shallow gas, faulting, and possible water flow.

You must comply with the following species protective measures in all activities conducted pursuant to the plan:

- COMPLIANCE WITH BIOLOGICAL OPINION TERMS AND CONDITIONS AND REASONABLE AND PRUDENT MEASURES: This approval is conditioned upon compliance with the Reasonable and Prudent Measures and implementing Terms and Conditions of the Biological Opinion issued by the National Marine Fisheries Service (NMFS) on March 13, 2020, and the amendment issued on April 26, 2021. This includes mitigation, particularly any appendices to Terms and Conditions applicable to the plan, as well as record-keeping and reporting sufficient to allow BOEM and BSEE to comply with reporting and monitoring requirements under the Biological Opinion; and any additional reporting required by BOEM or BSEE developed as a result of Biological Opinion implementation. The NMFS Biological Opinion may be found here: https://www.fisheries.noaa.gov/resource/document/biological-opinion-federallyregulated-oil-and-gas-program-activities-gulf-mexico. The Amended Incidental Take Statement and Appendices and protocols may be found here: https://www.fisheries.noaa.gov/resource/document/appendices-biological-opinionfederally-regulated-oil-and-gas-program-gulf-mexico. The amendment provided updates to Appendices A, C, and I.
- SUPPORT BASES AND VESSEL TRANSIT ROUTES: Approval of your plan is conditioned upon your use of the support bases and vessel transit routes as described in your plan. BOEM/BSEE must be notified at least 15 days prior to any vessel route changes that require transit of the Bryde's Whale area, and you must receive prior approval for that transit from BOEM/BSEE.
- MARINE TRASH AND DEBRIS AWARENESS AND ELIMINATION: The applicant will follow the guidance provided under Appendix B. Gulf of Mexico Marine Trash and Debris Awareness and Elimination Survey Protocols found in the Biological Opinion issued by NMFS on March 13, 2020. The guidance can be accessed on the National Oceanic and Atmospheric Administration (NOAA) Fisheries internet site at https://www.fisheries.noaa.gov/resource/document/appendices-biological-opinion-federally-regulated-oil-and-gas-program-gulf-mexico.
- VESSEL-STRIKE AVOIDANCE/REPORTING: The applicant will follow the
 guidance provided under Appendix C. Gulf of Mexico Vessel Strike Avoidance and
 Injured/Dead Aquatic Protected Species Reporting Protocols found in the Biological
 Opinion amendment issued by NMFS on April 26, 2021. The guidance can be accessed
 on the NOAA Fisheries internet site at
 https://www.fisheries.noaa.gov/resource/document/appendices-biological-opinion-federally-regulated-oil-and-gas-program-gulf-mexico.
- SEISMIC SURVEY OPERATION, MONITORING, AND REPORTING GUIDELINES: The applicant will follow the guidance provided under Appendix A. Seismic Survey Mitigation and Protected Species Observer Protocols found in the

Biological Opinion amendment issued by NMFS on April 26, 2021. The guidance can be accessed on the NOAA Fisheries internet site at https://www.fisheries.noaa.gov/resource/document/appendices-biological-opinion-federally-regulated-oil-and-gas-program-gulf-mexico.

• **SEA TURTLE RESUSCITATION GUIDELINES**: The applicant will follow the guidance provided under Appendix J. Sea Turtle Handling and Resuscitation Guidelines found in the Biological Opinion issued by the NMFS on March 13, 2020. The guidance can be accessed on the NOAA Fisheries internet site at https://www.fisheries.noaa.gov/resource/document/appendices-biological-opinion-federally-regulated-oil-and-gas-program-gulf-mexico.

• MOON POOL MONITORING Condition of Approval:

A moon pool has been identified during review of your plan submittal. The requirements below must be followed for any activities entailing use of the moon pool, except under circumstances when complying with these requirements would put the safety of the vessel or crew at risk. If any protected species (i.e., species protected under the Endangered Species Act [ESA] and/or Marine Mammal Protection Act [MMPA]) is detected in the moon pool, you are required to follow the appropriate procedures described in the *Reporting Requirements Condition of Approval* in your plan approval (see below).

Application of these measures includes, but is not limited to, dive support vessels, service vessels, pipelaying vessels, drillships, floating platforms (e.g., SPAR), mobile offshore drilling units, and other facilities with enclosed moon pools (e.g., well in the hull of a vessel, with or without a door).

General Requirements

- Where the moon pools have hull doors, the operator(s) should keep the doors
 closed as much as reasonably practicable when no activity is occurring within the
 moon pool, unless the safety of crew or vessel require otherwise. This will
 prevent protected species from entering the confined area during periods of nonactivity.
- Use of a moon pool requires regular monitoring while open to the water column and if a vessel is not underway. Regular monitoring means 24-hour video monitoring with hourly recurring checks for at least five minutes of the video feed, or hourly recurring visual checks of the moon pool for at least five minutes by a dedicated crew observer with no other tasks during that short visual check.
- If water conditions are such that observers are unable to see within a meter of the surface, operations requiring the lowering or retrieval of equipment through the moon pool must be conducted at a rate that will minimize potential harm to protected species.

Closure the Hull door

• Should the moon pool have a hull door that can be closed, then prior to and following closure, the moon pool must be monitored continuously by a dedicated crew observer with no other tasks to ensure that no individual protected species is present in the moon pool area. If visibility is not clear to the hull door from above (e.g., turbidity or low light), 30 minutes of monitoring is required prior to hull door closure.

• If a protected species is observed in the moon pool prior to closure of the hull door, the hull door must not be closed, except for human safety considerations. Once the observed animal leaves the moon pool, the operator may commence closure. If the observed animal remains in the moon pool after closure, contact NMFS or BSEE prior to the closure of the hull doors according to reporting requirements (see *Reporting Requirements Condition of Approval* under *Reporting of Observations of Protected Species within an Enclosed Moon Pool*).

Movement of the Vessel (no hull door) and Equipment Deployment/Retrieval

- Prior to movement of the vessel and/or deployment/retrieval of equipment, the moon pool must be monitored continuously for a minimum of 30 minutes, by a dedicated crew observer with no other tasks, to ensure no individual protected species is present in the moon pool area.
- If a protected species is observed in the moon pool prior to movement of the vessel, the vessel must not be moved and equipment must not be deployed or retrieved, except for human safety considerations. If the observed animal leaves the moon pool, the operator may commence activities. If the observed animal remains in the moon pool, contact BSEE prior to planned movement of the vessel according to reporting requirements (see *Reporting Requirements Condition of Approval* under *Reporting of Observations of Protected Species within an Enclosed Moon Pool*).
- Should a protected species be observed in a moon pool prior to activity commencement (including lowering or retrieval of equipment), recovery of the animal or other actions specific to the scenario may be required to prevent interaction with the animal. If protected species are observed during activity, only reporting is required (see *Reporting Requirements Condition of Approval*). Operators must not take such action except at the direction of, and after contact with, NMFS (see *Reporting Requirements Condition of Approval*).

• SLACK-LINE PRECAUTIONS Condition of Approval:

If operations require the use of flexible, small diameter (< 2 inch) lines to support operations (with or without divers), operators/contractors must reduce the slack in the lines, except for human safety considerations, to prevent accidental entanglement of protected species (i.e., species protected under the Endangered Species Act [ESA] and/or Marine Mammal Protection Act [MMPA]). This requirement includes tether lines attached to remotely operated equipment. The requirements below must be followed for any activities entailing use of flexible, small diameter lines that will not remain continuously taut, except when complying with these requirements would put the safety of divers, crew, or the vessel at risk:

- 1. Operators must utilize tensioning tools and/or other appropriate procedures to reduce unnecessary looseness in the lines and/or potential looping;
- 2. The lines must remain taut, as long as additional safety risks are not created by this action;
- 3. A line tender must be present at all times during dive operations and must monitor the line(s) the entire time a diver is in the water; and
- 4. Should the line tender and/or diver become aware of an entanglement of an individual protected species, the reporting requirements described in the *Reporting Requirements Condition of Approval* (see below) must be followed as soon as safety permits.

• REPORTING REQUIREMENTS Condition of Approval:

Review of your proposed activities identified use of equipment that has the potential for entanglement and/or entrapment of protected species (i.e., species protected under the ESA and/or MMPA) that could be present during operations. In case of entrapment, procedures and measures for reporting are dependent upon the situation at hand. These requirements replace those specific to dead and injured species reporting in respective sections of Appendix A (insofar as they relate to geophysical surveys) and Appendix C of the 2020 Biological Opinion on the Bureau of Ocean Energy Management's Oil and Gas Program Activities in the Gulf of Mexico.

Incidents Requiring Immediate Reporting

Certain scenarios or incidents require immediate reporting to Federal agencies; these are described below:

Should any of the following occur at any time, **immediate reporting** of the incident is required after personnel and/or diver safety is ensured:

- Entanglement or entrapment of a protected species (i.e., an animal is entangled in a line or cannot or does not leave a moon pool of its own volition).
- Injury of a protected species (e.g., the animal appears injured or lethargic).
- Interaction, or contact with equipment by a protected species.
- Any observation of a leatherback sea turtle within a moon pool (regardless of whether it appears injured, or an interaction with equipment or entanglement/entrapment is observed).
 - 1. As soon as personnel and/or diver safety is ensured, report the incident to NMFS by contacting the appropriate expert for 24-hr response. If you do not receive an immediate response, you must keep trying until contact is made. Any failed attempts should be documented. Contact information for reporting is as follows:
 - Marine mammals: contact Southeast Region's Marine Mammal Stranding Hotline at (877) 433-8299.
 - Sea turtles: contact Brian Stacy, Veterinary Medical Officer at (352) 283-3370. If unable to reach Brian Stacy, contact Lyndsey Howell at (301) 301-3061. This includes the immediate reporting of any observation of a leatherback sea turtle within a moon pool.
 - Other protected species (e.g., giant manta ray, oceanic whitetip shark, or Gulf sturgeon): contact the ESA Section 7 biologist at (301) 427-8413 (nmfs.psoreview@noaa.gov).
 - Report all incidents to takereport.nmfsser@noaa.gov.

Minimum reporting information is described below:

- i. Time, date, water depth, and location (latitude/longitude) of the first discovery of the animal;
- ii. Name, type, and call sign of the vessel in which the event occurred;
- iii. Equipment being utilized at time of observation;
- iv. Species identification (if known) or description of the animal involved;

- v. Approximate size of animal;
- vi. Condition of the animal during the event and any observed injury/behavior;
- vii. Photographs or video footage of the animal, only if able; and
- viii. General narrative and timeline describing the events that took place.
- 2. After the appropriate contact(s) have been made for guidance/assistance as described in 1 above, you may contact BSEE at (985) 722-7902 (24 hours/day) for questions or additional guidance on recovery assistance needs (if still required) and continued monitoring requirements. You may also contact this number if you do not receive a timely response from the appropriate contact(s) listed in 1 above.

Minimum post-incident reporting includes all information described above (under 1. i through viii) in addition to the following:

- i. NMFS liaison or stranding hotline that was contacted for assistance.
- ii. For moon pool observations or interactions:
- iii. Size and location of moon pool within vessel (e.g., hull door or no hull door);
- iv. Whether activities in the moon pool were halted or changed upon observation of the animal; and
- v. Whether the animal remains in the pool at the time of the report, or if not, the time/date the animal was last observed.

Reporting of Observations of Protected Species within an Enclosed Moon Pool

If a protected species is observed within an enclosed moon pool and does not demonstrate any signs of distress or injury or an inability to leave the moon pool of its own volition, measures described in this section must be followed (only in cases where they do not jeopardize human safety). Although this particular situation may not require immediate assistance and reporting as described under *Incidents Requiring Immediate Reporting* (see above), a protected species could potentially become disoriented with their surroundings and may not be able to leave the enclosed moon pool of their own volition. In order for operations requiring use of a moon pool to continue, the following reporting measures must be followed:

Within 24 hours of any observation, and daily after that for as long as an individual protected species remains within a moon pool (i.e., in cases where an ESA listed species has entered a moon pool but entrapment or injury has not been observed), the following information must be reported to BSEE (protectedspecies@bsee.gov):

- 1. For an initial report, all information described above (under 1. i through viii) should be included.
- 2. For subsequent daily reports:
 - a. Describe the animal's status to include external body condition (e.g., note any injuries or noticeable features), behaviors (e.g., floating at surface, chasing fish, diving, lethargic, etc.), and movement (e.g., has the animal left the moon pool and returned on multiple occasions?);

- b. Description of current moon pool activities, if the animal is in the moon pool (e.g., drilling, preparation for demobilization, etc.);
- c. Description of planned activities in the immediate future related to vessel movement or deployment of equipment;
- d. Any additional photographs or video footage of the animal, if possible;
- e. Guidance received and followed from NMFS liaison or stranding hotline that was contacted for assistance;
- f. Whether activities in the moon pool were halted or changed upon observation of the animal; and
- g. Whether the animal remains in the pool at the time of the report, or if not, the time/date the animal was last observed.

These measures are designed to promote environmental protection, consistent environmental policy, compliance with environmental laws, and safety.

If you have any questions or comments concerning this approval, please contact Leslie Wilson (504) 736-2588.

Sincerely,

for Bernadette Thomas Regional Supervisor Office of Leasing and Plans