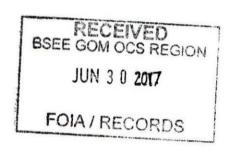
In Reply Refer To: GE 973E

Mr. Michael Altobelli LLOG Exploration Offshore, L.L.C. 1001 Ochsner Boulevard, Suite 200 Covington, Louisiana 70433



Dear Mr. Altobelli:

By letter dated December 8, 2016, LLOG Exploration Offshore, L.L.C. (LLOG) requests approval of a Suspension of Production (SOP) and a revised activity schedule for the Keathley Canyon (KC) Block 872 Unit, Agreement No. 754315001. The unit consists of Leases OCS-G 25806, 25813, 25814, 25815 (W/2), 25823, and 32650, and was held by an SOP through December 31, 2016.

The designation of LLOG as successor unit operator was approved effective December 12, 2016. The production handling and transportation agreements have been executed. LLOG plans to accelerate some milestones, and commence production as previously scheduled.

In accordance with Articles IX, XVI, and XVII of the Unit Agreement and 30 CFR 250.174(a), an SOP for the KC Block 872 Unit is hereby approved from January 1 through May 31, 2017. This unit suspension excludes Lease OCS-G 32650 since the primary term extends beyond the expiration of the SOP. LLOG is expected to follow the enclosed SOP activity schedule and must notify this office in writing (progress report) by the end of each month in which a deadline is scheduled. If you have any questions, contact Mr. Imran Vahora at (504) 736-2664 or imran.vahora@bsee.gov.

Sincerely,

(Org. Signed) Richie D. Baud

Richie D. Baud Regional Supervisor Production and Development



bc: ONRR, FM/RS (MS 63230B)
1703-02a(1) − KC872 (OPEN), w/ sch, ltr & atch (GE 973E)
GE 555A
LFE 410, w/ cy sch.

✓ GE 250i
Leases OCS-G 25806, 25813, 25814, 25815, 25823, 32650 (GM 276A)
M. Nixdorff, w/ cy sch (GE 973E)
B. Cole (GE 973E)
M. Hanan (GE 973E)

VAHORA/LB/02.24.17/G/PD/UNITIZN/Imran/2016_Letters/kc872sop.llog.1216.docx