

In Reply Refer To: GE 973E

**AUG 17 2018**

Mr. Nathan M. Vaughn  
Fieldwood Energy LLC  
2000 West Sam Houston Parkway South, Suite 1200  
Houston, Texas 77042

Dear Mr. Vaughn:

By letter dated July 12, 2018, with additional information received July 16, 2018, Fieldwood Energy LLC (Fieldwood) requests approval of a Suspension of Production (SOP) and an activity schedule for the Green Canyon (GC) Block 40 Unit, Agreement No. 754318002. The unit consists of Leases OCS-G 34537 and 34966, and portions of Leases OCS-G 34536, 34878, 34879, and 34880.

The GC Block 40 Unit Agreement was approved effective April 1, 2018. Fieldwood requests an SOP to allow time to award installation contracts, modify the host facility, and tie back Lease OCS-G 34536, Well No. 1.

In accordance with Articles IX, XVI, and XVII of the Unit Agreement and 30 CFR 250.174(a), an SOP and activity schedule for the GC Block 40 Unit are hereby approved from August 1, 2018, through April 30, 2019. The primary term for Leases OCS-G 34878, 34879, and 34880 expired July 31, 2018, and these same leases will be included in the unit SOP. This unit suspension excludes Leases OCS-G 34536, 34537, and 34966, since their primary terms extend beyond the expiration of the SOP. Fieldwood 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. The SOP activity schedule and any approved revisions made thereto will satisfy the Unit Agreement requirements of Article 9.3 for a plan of operation. Once production commences, an approved unit plan of operation pursuant to the Unit Agreement shall be required.

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

Enclosure

bc: Leases OCS-G 34536, 34537, 34878, 34879, 34880 and 34966-Public (GE 455E)