

In Reply Refer To: GE 973E

JUN 28 2019

Mr. Harold Harper
Cantium LLC
111 Park Place Drive, Suite 100
Covington, Louisiana 70433

Dear Mr. Harper:

By letter dated December 20, 2018, with additional information submitted by email dated February 20, 2019, Cantium LLC informed this office that no further activity is planned for the 8200' RFX Sand Unit, Bay Marchand Block 2 Field, Agreement No. 754310009. The unit was held by production through January 22, 2019, and consisted of portions of Leases OCS 0369 and 0390 and State Leases 1366 and 19323.

Unit production ceased on October 24, 2018, when State Lease 19323, Well SG001 was shut-in. Since a suspension has not been ordered or approved and no production, drilling, or well reworking operations have commenced for more than 90 consecutive days, the 8200' RFX Sand Unit automatically terminated effective January 23, 2019, in accordance with Section 11 of the Unit Agreement. Since the aforementioned federal leases are no longer subject to the Unit Agreement, they shall only be maintained and continued in force and effect in accordance with the terms of the Outer Continental Shelf Lands Act, regulations, and lease agreements. If you have any questions, contact Mr. Mike Nixdorff at (504) 736-2660 or michael.nixdorff@bsee.gov.

Sincerely,

(Org. Signed) Richie D. Baud

Richie D. Baud
Regional Supervisor
Production and Development

cc: Mr. Byron Miller
Geology, Engineering, and Lands Administrator-Geology, Engineering, and Lands Division
State of Louisiana
Department of Natural Resources -- Office of Mineral Resources
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