



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: B007084

November 3, 2023

Fairways Offshore Exploration, Inc.
13430 Northwest Freeway, Suite 800
Houston, TX 77040
Attn: Richard Timothy

Dear Mr. Timothy:

Your letter dated October 20, 2023, requesting termination of the period of liability and cancellation of Outer Continental Shelf (OCS) Mineral Lessee's or Operator's Bond No. B007084, in the amount of \$3,000,000, was received by our office on that same date. This bond, conditioned to cover the principal's leasehold interest held now or hereafter in the Gulf of Mexico, was executed on January 11, 2012, with Fairways Offshore Exploration, Inc. as principal and U.S. Specialty Insurance Company as surety.

We are unable to grant your request at this time due to concerns expressed by the Office of Natural Resources Revenue (ONRR). They state, "Outstanding lease obligations (Inspection Fees) were found (Statement of Account Attached)." You may contact ONRR at 303-231-3070 or jessica.polacek@onrr.gov. When this has been corrected you may resubmit your request.

If you require further assistance, please contact Kathleen Lee at (504) 736-5774 or boemgomrfinancialassurance@boem.gov.

Sincerely,

BRIDGETTE
DUPLANTIS

Digitally signed by
BRIDGETTE DUPLANTIS
Date: 2023.11.03
07:49:10 -05'00'

Bridgette Duplantis, Section Chief
Leasing and Financial Responsibility Section
Leasing and Plans

cc: Brent Kallop (brent.kallop@offshore-ep.com)
Meredith Anderson (manderson@indemco.com)



RECEIVED

October 20, 2023

October 20, 2023

Bureau of Ocean Energy Management
Office of Leasing and Plans
1201 Elmwood Park Blvd.
New Orleans, LA 70123

*Leasing & Financial
Responsibility Section*

**Re: Bond B007084 Release Request
Areawide
OCS Federal Waters, Gulf of Mexico**

Dear Sir or Madam:

Attached please find enclosed herein the following OCS bond posted by the Principal Fairways Offshore Exploration, Inc. (GoM Operator Number 2200) in favor of the BOEM as Principal, and with U.S. Specialty Insurance Company as Surety:

- B007084 Areawide, OCS Federal Waters, Gulf of Mexico, in the amount of \$3,000,000

We hereby respectfully request that BOEM cancel **Bond B007084** as all liability under this bond has been terminated. In support of Fairways Offshore Exploration Inc.'s request, we kindly ask that you review the BOEM Online Lease Liability Report and the BOEM Property List that show no liabilities for Fairways Offshore Exploration, Inc.

As this request is accepted and processed, please provide notification via email to the following parties:

Brent Kallop, Fairways Offshore Exploration, Inc. (Principal): brent.kallop@offshore-ep.com
Meredith Anderson, U.S. Specialty Insurance Company (Surety): manderson@indemco.com

Thank you for your consideration. If you have any questions or need additional information, please contact Brent Kallop by email at brent.kallop@offshore-ep.com or by phone at 832-293-3433.

Sincerely,

A handwritten signature in cursive script that reads "Richard Timothy".

Richard Timothy
Secretary
FAIRWAYS OFFSHORE EXPLORATION, INC

Cc: IndemCo, L.P.