

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 22, 2018

Mr. J. Keith Couvillion Chevron U.S.A. Inc. 1500 Louisiana Street Houston, Texas 77002

Dear Mr. Couvillion,

Reference is made to the following plan:

Control No. S-7903

Supplemental Exploration Plan

Received June 29, 2018

OCS-G 34451, Block 607, Mississippi Canyon Area (MC) Lease(s)

OCS-G 34454, Block 651, Mississippi Canyon Area (MC)

You are hereby notified that the approval of the subject plan has been granted as of August 22, 2018, in accordance with 30 CFR 550.233(b)(1).

This approval includes the proposed activities for Subsea Wells C, C1, D, E, F, and G in MC Block 607 and Subsea Wells RW2 and RW4 in MC Block 651.

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.

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 " $\rm H_2S$ present." Accordingly, comply with the appropriate requirements of 30 CFR 250.490.

Your plan indicates that you anticipate hydrogen sulfide (H2S) at a concentration of approximately 15-40 parts per million (ppm). Should you actually encounter H_2S at a concentration greater than 500 ppm, revise your plan in accordance with 30 CFR 550.285 to include toxic modeling and an analysis of any potential environmental impacts. Contact Dr. Chester Huang, Office of Environment, at (504) 736-3248 to obtain the methodology for modeling an H₂S plume. You must receive approval of the revised plan before additional permits filed under your plan will be approved.

Exercise caution while drilling due to indications of shallow gas and possible water flow and abnormal pressure zone.

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

- BOEM Notice to Lessees and Operators (NTL) No. 2016-G01, "Vessel Strike Avoidance and Injured/Dead Protected Species Reporting" (available at http://www.boem.gov/BOEM-NTL-No-2016-G01);
- BOEM NTL No. 2016-G02, "Implementation of Seismic Survey Mitigation Measures and Protected Species Observer Program" (available at http://www.boem.gov/BOEM-NTL-2016-G02); and
- BSEE NTL No. 2015-G03, "Marine Trash and Debris Awareness and Elimination" (available at https://www.bsee.gov/sites/bsee.gov/files/notices-to-lessees-ntl/alerts/ntl-2015-g03.pdf)

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 at (504)736-2588.

Sincerely,

MICHELLE PICOU Digitally signed by MICHELLE PICOU Date: 2018.08.22 16:23:07 -05'00'

for

Bernadette Thomas Acting Regional Supervisor Office of Leasing and Plans