



*** NOTICE OF ALLEGED VIOLATION ***

OGCC Operator Number: 52530
Name of Operator: MAGPIE OPERATING, INC
Address: 2707 SOUTH COUNTY RD 11 ATTN: JAMES M WARNER
City: LOVELAND State: CO Zip: 80537
Company Representative:

Date Notice Issued:
4/2/2015

Well Name: PROCTOR-SKAER Well Number: 1-A Facility Number: 216972
Location (QtrQtr, Sec, Twp, Rng, Meridian): SWNW 31 5N 68W 6 County: LARIMER
API Number: 05 069 06159 00 Lease Number:

COGCC Representative: Bradshaw Leigh Phone Number: 303 894-2100

THE FOLLOWING ALLEGED VIOLATION WAS FOUND BY THE COGCC REPRESENTATIVE FOR THE SITE LISTED

Date of Alleged Violation: 4/2/2015 Approximate Time of Violation:

Description of Alleged Violation:
Production records state well has not produced for 27 months, operator has not submitted Form 21, proving well is able to pass a Mechanical Integrity Test.

Act, Order, Regulation, Permit Conditions Cited:
RULE 326.b.
For the purpose of this rule, a mechanical integrity test of a well is a test to determine if there is a significant leak in the well's casing, tubing, or mechanical isolation device, or if there is significant fluid movement into an underground source of drinking water.

Abatement or Corrective Action Required to be Performed by Operator:*

Well must either pass a mechanical integrity test or be properly plugged and abandoned. Operator must submit all necessary forms as required by COGCC. Completion of required corrective action(s) will not eliminate the imposition of a penalty for past noncompliance

Abatement or Corrective Action to be Completed by (date): 4/2/2015
* Proper and timely abatement does not necessarily preclude the assessment of penalties and an Order Finding Violation.

TO BE COMPLETED BY OPERATOR - When alleged violation is corrected, sign this notice and return to above address:

Company Representative Name: Title:
Signature: Date:
Company Comments:

*** THIS NOTICE CONSTITUTES A SEPARATE NOTICE OF ALLEGED VIOLATION FOR EACH VIOLATION LISTED ***

Penalty

Penalties for violations alleged in this NOAV will be calculated pursuant to Rule 523, with daily penalties accruing pursuant to Section 34-60-121(1) C.R.S.

Signature of COGCC Representative: [Signature] Date: 4/2/2015 Time: 6:29pm
Resolution Approved by: Date: