



*** 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: LITTLE BEAVER UNIT Well Number: 53 Facility Number: 234079
Location (QtrQtr, Sec, Twp, Rng, Meridian): SENE 6 2S 56W 6 County: WASHINGTON
API Number: 05 121 06178 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:
On 10/9/2014, COGCC field inspection (Document #673706780) found this well in violation of COGCC Rules 326 and/or 319 for MITs of Shut-In or Temporarily Abandoned wells. The operator was required to contact COGCC Engineering Staff with plugging plan by 10/19/2014 or complete MIT by 10/29/2014. As of 4/2/2015, operator has not submitted Form 21 showing well has Mechanical Integrity or completed plugging and abandonment of well. Operator production reports state well has been shut in for 108 months; Mechanical Integrity Test was due 84 months ago. Operator has not submitted any Form 21s for this well.

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: 4/2/15 Time: 6:28pm
Resolution Approved by: Date: