

**UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
NOTICE OF INCIDENTS OF NONCOMPLIANCE**

☒ Certified Mail-Return Receipt Requested 2730338450

☐ Hand Delivered, Received by

Identification	
Lease	
CA	NM82104
Unit	
PA	

Bureau of Land Management Office CARLSBAD RESOURCE AREA		Operator HALLWOOD PETROLEUM, INC.	
Address P.O. Box 1778, Carlsbad, N.M. 88220		Address P.O. BOX 37811 DENVER, CO 80237	
Telephone (505) 887-6544		Attention	
Site Name FORT 7 COM	Well or Facility Identification #1	1/4 1/4 Sec. SWSE 7	Township 24S
Inspector G. HUNT	Range 29E	Meridian NMPM	

THE FOLLOWING VIOLATION WAS FOUND BY BUREAU OF LAND MANAGEMENT INSPECTORS ON THE DATE AND AT THE SITE LISTED ABOVE.

Date	Time (24-hour clock)	Violation	Gravity of Violation
2-15-95	1100	43 CFR 3164.1 O.O.7, III.A.1	MINOR
Corrective Action To be Completed by	Date Corrected	Assessment for Noncompliance	Assessment Reference
WITHIN 30 DAYS OF NOTICE		\$	43 CFR 3163.1 ()

Remarks:

NO APPROVAL FOR METHOD OF WATER DISPOSAL IN FILES. SUBMIT FOR APPROVAL OF WATER DISPOSAL METHOD AS REQUIRE IN ONSHORE ORDER NO. 7.

When violation is corrected, sign this notice and return to above address.

Company Representative Title DRILLING & PROD. MANAGER Signature [Signature] Date 4/13/95

Company Comments APPROVAL REQUEST VIA FORM 3160-5 WAS SUBMITTED TO BLM ON 4/13/95

WARNING

Incidents of Noncompliance correction and reporting time frames begin upon receipt of this Notice or 7 business days after the date it is mailed, whichever is earlier. Each violation must be corrected within the prescribed time from receipt of this Notice and reported to the Bureau of Land Management office at the address shown above. Please note that you already may have been assessed for noncompliance (see amount under "Assessment for Noncompliance"). If you do not comply as noted above under "Corrective Action To Be Completed By," you may incur an additional assessment under (43 CFR 3163.1) and may also incur Civil Penalties (43 CFR 3163.2). All self-certified corrections must be postmarked no later than the next business day after the prescribed time for correction.

Section 109(d)(1) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3163.2(f)(1), provides that any person who "knowingly or willfully" prepares, maintains, or submits false, inaccurate, or misleading reports, notices, affidavits, records, data, or other written information required by this part shall be liable for a civil penalty of up to \$25,000 per violation for each day such violation continues, not to exceed a maximum of 20 days.

REVIEW AND APPEAL RIGHTS

A person contesting a violation shall request a State Director review of the Incidents of Noncompliance. This request must be filed within 20 working days of receipt of the Incidents of Noncompliance with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Lands Appeals, 4015 Wilson Blvd., Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

Signature of Bureau of Land Management Authorized Officer <u>[Signature]</u>		Date 2-16-95	Time 0843
FOR OFFICE USE ONLY			
Number 33 SP	Date	Assessment	Penalty
Type of Inspection PH	Termination		