

**UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT**

NOTICE OF INCIDENTS OF NONCOMPLIANCE

Certified Mail - Return Receipt Requested
P 437 015 482

Hand Delivered Received by

Identification	
IID	NMNM0558581*JFG
Lease	NMNM 0558581
CA	
Unit	
PA	

Bureau of Land Management Office CARLSBAD RA		Operator SOUTHWEST ROYALTIES INC				
Address P O BOX 1778 CARLSBAD NM 88220		Address P O BOX 11390 MIDLAND TX 79701				
Telephone 505.887.6544		Attention DAN WEIR				
Inspector James Amos		Attn Addr P O BOX 11390 MIDLAND TX 79702-8390				
Site Name MCINTYRE G	Well or Facility 1	Township 0170S	Range 0300E	Meridian NMP	Section 021	1/4 1/4 NWNE

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
05/28/1998	12:00	43 CFR 3162.3-4(c)	MINOR
Corrective Action To Be Completed By	Date Corrected	Assessment for Noncompliance	Assessment Reference
06/29/1998			43 CFR 3163.1(i)

Remarks **WELL IS IN TA/SI STATUS WITHOUT AUTHORIZATION. EITHER, RETURN WELL TO PRODUCTION, PROPERLY TA WELL AS PER ATTACHED, OR SUBMIT PLANS FOR ABANDONMENT AS PER ATTACHED.**

Bureau of Land Management
Received
JUN 04 1998
Carlsbad Field Office
Carlsbad, NM

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

Company Representative Title AREA SUPERVISOR Signature James Blair Date 6-2-98

Company Comments _____

WARNING

Incidents of Noncompliance correction and reporting timeframes 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, record, 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 James G. Blair Date 5/28/98 Time 1215

FOR OFFICE USE ONLY				
Number	Date	Assessment	Penalty	Termination
53				
Type of Inspection				
RR				