

FORM
NOAV
Rev 6/99

State of Colorado
Oil and Gas Conservation Commission
1120 Lincoln Street, Suite 801, Denver, Colorado 80203 (303) 894-2100 Fax: (303) 894-2109

FOR OGCC USE ONLY
08/16/2010
200266805

*** NOTICE OF ALLEGED VIOLATION ***

OGCC Operator Number: 97730

Name of Operator: WYMAN, *LOUIS M

Address: P O BOX 278

City: CRAIG

State: CO

Zip: 81626

Company Representative: DAVID WYMAN

Date Notice Issued:
08/16/2010

Well Name: WECO-UPRC KLEITZ 23-29

Well Number: 1

Facility Number: 223306

Location (QtrQtr, Sec, Twp, Rng, Meridian): NESW 29 7N 92W 6

County: MOFFAT

API Number: 05 081 06670 00

Lease Number: 36915

COGCC Representative: KRABACHIER JAY

Phone Number: 970 625-2497

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

Date of Alleged Violation: 07/29/2010

Approximate Time of Violation: 10:00AM

Description of Alleged Violation:
Incorrect operator on well-sign. Secondary-containment required for all 55-gal. drums, also need appropriate labeling and placarding. Do not flow fluid/gas from wellhead directly onto the ground. Well fluids/gasses must be flowed into an approved pit or tank. Properly dispose of or remediate oil-saturated/contaminated soil in accordance with COGCC's 900-series rules. Submit as-built GPS coordinates on a Form 4.

Act, Order, Regulation, Permit Conditions Cited:
Rule 210 -- sign. Rules 1002.f.(2) and 1002.f.(3)A.iii.-- secondary containment. Rule 210.d.(2) -- drum labeling/placarding. Rules 324A and 906.a -- contaminating soil and remediation thereof. Rule 215 -- GPS.

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

Update operator on wellsign. Install/place all 55-gal. (type) drums within secondary containment and label/placard those containers. Do not flow materials (fluids, oil) directly from the well onto the ground -- use a tank. Remediate/dispose of the contaminated soil (and affected vegetation). Submit GPS coordinates ("as-built")

Abatement or Corrective Action to be Completed by (date): 09/17/2010

* 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 ***

Abatement and reporting time frames for Notices of Alleged Violation begin upon receipt of the Notice or five days after the date it is mailed, whichever is earlier. Each violation must be abated within the prescribed time upon receipt of this Notice, reported to the Colorado Oil and Gas Conservation Commission at the address shown above, and postmarked no later than the next business day after the prescribed time for abatement. Should abatement or corrective action fail to occur, the Director may make application to the Commission for an Order Finding Violation. Proper and timely abatement does not necessarily preclude the assessment of penalties and an Order Finding Violation.

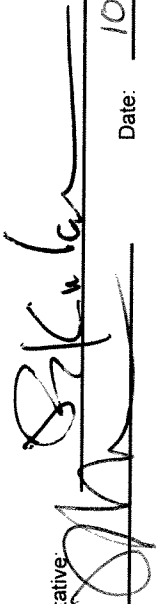
WARNING


PENALTY PROPOSED BY THE DIRECTOR PER RULE 523

The Director may propose a penalty as listed in the table below, not to exceed a maximum of \$1,000.00 per day per violation. Such proposed penalty amount will be limited to \$10,000.00 per violation if the violation does not result in significant waste of oil and gas resources, damage to correlative rights, or a significant adverse impact on public health, safety, or welfare. Such proposed penalty amount may be increased if aggravating factors indicate the violation: was intentional or reckless; had, or threatened to have, a significant negative impact on public health, safety, or welfare; resulted in significant waste of oil and gas resources; had a significant negative impact on correlative rights of other parties; resulted in, or threatened to result in, significant loss or damage to public or private property; involved recalcitrance or recidivism upon the part of the violator; involved intentional false reporting or record keeping; resulted in economic benefit to the violator. Such proposed penalty amount may be decreased if mitigating factors indicate the violator: self-reported; promptly, effectively and prudently responded to the violation; cooperated with the Commission or other agencies with respect to the violation; could not reasonably control, or be responsible for, the cause of the violation; made a good faith effort to comply with applicable requirements prior to the Commission learning of the violation; self-reported; reduced or eliminated due the cost of correcting the violation; has demonstrated a history of compliance with Commission rules, regulations and orders. The Commission has final authority over the penalty amount assessed. The Commission or other agencies with respect to the violation; could not reasonably control, or be responsible for, the cause of the violation; made a good faith effort to comply with applicable requirements prior to the Commission learning of the violation; had any economic benefit reduced or eliminated due to the cost of correcting the violation; has demonstrated a history of compliance with Commission rules, regulations, and orders. The Commission has final authority over the penalty amount assessed.

BASE FINE \$500.00 PER DAY PER VIOLATION RULES 210, 307, 311, 312, 313, 314A, 315, 405, 803, 804
BASE FINE \$1,000.00 PER DAY PER VIOLATION: RULES 205, 206, 207, 208, 209, 301, 302, 303, 305, 306, 308, 309, 310, 313A, 316A, 316B, 317, 317A, 317B, 318, 319, 320, 321, 322, 323, 324, 325, 326, 327, 328, 329, 330, 331, 332, 333, 341, 401, 403, 404, 602, 603, 604, 606A, 606B, 607, 608, 703, 704, 705, 706, 707, 708, 711, 712, 802, 803, 901, 902, 903, 904, 906, 908, 909, 910, 911, 912, 1002, 1003, 1004, 1101, 1102, 1103, 1201, 1203, 1204, 1103, 1201, 1203, 1204, 1205

In accordance with Rule 523.a.(4), fines for violations for which no base fine is listed shall be determined by the Commission at its discretion.

Signature of COGCC Representative:  Date: 08/16/2010 Time: 1:30PM

Resolution Approved by:  Date: 10/26/2010