BEFORE THE BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA

IN THE MATTER OF SHADWELL RESOURCES GROUP, LLC FOR FAILURE TO PAY THE \$1,000 FINE FOR NOT APPEARING AT THE OCTOBER 4, 2018, PUBLIC HEARING.

ADMINISTRATIVE ORDER 4-A-2018

Shadwell Resources Group, LLC (Shadwell) is the operator of the Velma SWD 1-10H well located in the NW¹/₄NW¹/₄ of Section 10, T23N, R58E, Richland County, Montana.

At the August 8, 2018, business meeting, staff reported that Shadwell's Velma SWD 1-10H well was out of compliance with numerous field violations. The initial deadline to achieve compliance was April 1, 2018. In June 2018, staff corresponded with Shadwell's president, Kevin Leland, regarding the compliance issues. This matter was docketed for the October 4, 2018, public hearing.

At the October 4, 2018, public hearing, staff reported that an inspection performed on September 20, 2018, indicated that all field violations had been remedied. Shadwell failed to appear at this hearing and was assessed a \$1,000 fine. Shadwell also failed to appear at the August 11, 2016, public hearing and was assessed a \$1,000 penalty.

As of December 12, 2018, Shadwell has not paid the outstanding \$1,000 fine assessed for failure to appear at the October 4, 2018, public hearing.

IT IS THEREFORE ORDERED by the Board that Shadwell must appear and show cause, if any it has, why additional penalties should not be imposed for failure to appear at the October 4, 2018, public hearing and for failure to pay the \$1,000 fine.

Dated this 12th day of December, 2018

Montana Board of Oil and Gas Conservation

James W. Halvorson, Administrator