	NOTIFICATION OF INCIDENT(S) OF NONCOMPLIANCE			Page <u>1</u> of <u>3</u>
	You are hereby ordered to correct the identified Incident(s) of Noncompliance (INC) listed below. You have the right to appeal any INC Notification in accordance with Title 30 CFR part 290. You must file your appeal in the office of the official issuing this Notification. However, the filing of an appeal will not suspend the requirement to comply with this Notification.			Date <u>3-5-2013</u>
				Time (24-Hour Clock) <u>1300</u>
				BSEE Rep. (Print Last Name) <u>MCLARROLL</u>

BSEE Office Address <u>102 OAK PARK DRIVE SUITE 200 CLUTE, TX, 77531</u>	Lease No. <u>G14205</u>	Area and Block <u>EB 602</u>	Facility/Rig and Well No. <u>ENSCO 8500</u>	Complex ID No. <u>Rig 92118</u>
Lease Operator (Print)		Drill, Prod, P/L Contractor (Print)		Turnkey Company (Print)
		<u>ENSCO DRILLING</u>		

Enforcement Action: W - Warning C - Component Shut-in S - Facility Shut-in

PINC No.	Enf. Action	Authority 30 CFR	INC Description and any Special Orders (shut-in of operations, facility, wells, etc.) Potential INC/PINC Guidelines at http://www.bsee.gov/regcompliance/inspect.htm	Date Corrected
<u>D-601</u>	<u>S</u>	<u>250.402(i)</u>	<u>ENSCO FAILED TO DEVELOP AND USE A MANAGEMENT SYSTEM FOR OPERATING ITS SUBSEA BOP SYSTEM, WHICH INCLUDES PROCEDURES FOR THE PREVENTION OF ACCIDENTAL OR UNPLANNED DISCONNECTS OF THE SYSTEM. ON FEBRUARY 19, 2012, AN INADVERTENT DISCONNECT OCCURRED DURING WELL BORE OPERATIONS, WHICH CREATED AN UNSAFE CONDITION OF THE RIG AND THE WELL OPERATIONS.</u>	
<u>G110</u>	<u>S</u>	<u>250.401(e)</u>	<u>ENSCO FAILED TO USE AND MAINTAIN EQUIPMENT AND MATERIALS NECESSARY TO ENSURE THE SAFETY AND PROTECTION OF PERSONNEL, EQUIPMENT, NATURAL RESOURCES, AND THE ENVIRONMENT.</u> <u>• ENSCO OPERATED FOR AT LEAST SEVEN DAYS WITH A FAULTY BOP CONTROL SYSTEM, AND DID NOT CEASE WELL OPERATIONS DURING THIS PERIOD.</u> <u>• ENSCO DID NOT IMPLEMENT CHANGES DESCRIBED IN A MANUFACTURER'S BULLETIN ISSUED ON DECEMBER 8, 2011.</u>	

... Cont'd

BSEE Representative	Operator Representative		
Signature	Print Last Name	Signature	Date

The operator must insert in the "Date Corrected" column the date each INC was corrected; sign and date the green copy of this form; and return it to the BSEE office identified above no later than 14 DAYS from the date of issuance. If the green copy cannot be returned within the allotted time, the operator must obtain a waiver from the appropriate BSEE office. This process should ensure that onshore operator management is aware and acknowledges that INCs were issued on this facility, on this date, but in no way delays any enforcement action taken.


Unless specifically ordered otherwise, the operator representative must correct and inspect all components and facility shut-in INCs identified and notify the issuing BSEE office before returning to operations.

Manager/Supervisor: I certify each Incident of Noncompliance listed above has been corrected on the corresponding date, and I understand that the submission of false statements to the United States is a criminal offense under 18 U.S.C. Section 1001.

Print Last Name	Signature	Date
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Small Business Statement: Your comments are important. The Small Business and Agriculture Regulatory Enforcement Ombudsman and ten Regional Fairness Boards were established to receive comments from small businesses about Federal agency enforcement actions. The Ombudsman will annually evaluate the enforcement activities and rate each agency's responsiveness to small business. If you wish to comment on the actions of BSEE, call 1-888-REG-FAIR (1-888-734-3247). You may comment to the Small Business Administration without fear of retaliation. Disciplinary action for retaliation by a BSEE employee may include suspension or termination from employment with the Department of the Interior.

Paperwork Reduction Act of 1995 (PRA) Statement: The PRA (44 U.S.C. 3501 et seq.) requires us to inform you that BSEE collects this information to ensure that facility management is knowledgeable of the incident of noncompliance issued; corrective action is taken in a reasonable period of time; and for component or facility shut-in enforcement actions, that the identified component or facility is not returned to operation without the prior notice to the appropriate BSEE office. Responses are mandatory (43 U.S.C. 1331 et seq.) No proprietary information is collected. An agency may not conduct or sponsor, and you are not required to respond to, a collection of information unless it displays a currently valid OMB Control Number. Public reporting burden for this form is estimated to average 2 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. You may direct comments regarding the burden estimate or any other aspect of this form to the Information Collection Clearance Officer, Bureau of Safety and Environmental Enforcement, 381 Elden Street, Herndon, VA 20170.

	NOTIFICATION OF INCIDENT(S) OF NONCOMPLIANCE			Page <u>2</u> of <u>3</u>
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BSEE Office Address <u>102 DAK PARK DRIVE</u> <u>SUITE 200</u> <u>CLUTE, TX. 77531</u>	Lease No. <u>G14205</u>	Area and Block <u>EB 602</u>	Facility/Rig and Well No. <u>ENSCO 8500</u>	Complex ID No. <u>Rig 92118</u>
Lease Operator (Print) <u>ENSCO DRILLING</u>		Drill, Prod, P/L Contractor (Print) <u>ENSCO DRILLING</u>		Turnkey Company (Print)

Enforcement Action: W - Warning C - Component Shut-in S - Facility Shut-in

PINC No.	Enf. Action	Authority 30 CFR	INC Description and any Special Orders (shut-in of operations, facility, wells, etc.) Potential INC/PINC Guidelines at http://www.bsee.gov/regcompliance/inspect.htm	Date Corrected
- - - Cont'd				
		<u>250.107(a)</u>	<u>(1) ENSCO FAILED TO PERFORM ALL OPERATIONS IN A SAFE AND WORKMANLIKE MANNER WHEN:</u> <u>- IT FAILED TO PROPERLY LOCK OUT AND TAG OUT A POWER SOURCE WHEN WORKING ON THE BOP CONTROL PANEL.</u> <u>- ITS PERSONNEL ACCESSED THE INSIDE OF THE DRILLER'S ENERGIZED BOP PANEL (WITH HIGH VOLTAGE PRESENT) AND WIRE LINE OPERATIONS ONGOING IN THE WELL BORE.</u> <u>- IT FAILED TO ENSURE THAT ITS PERSONNEL HAD ACCESS TO THE MANUFACTURER'S BULLETIN, AND FOLLOWED THE MANUFACTURER'S RECOMMENDED PROCEDURES. THIS FAILURE RESULTED IN THE UNPLANNED DISCONNECT OF THE BOP SYSTEM.</u>	
<u>E-100</u>	<u>S</u>	<u>250.300</u>	<u>ENSCO FAILED TO TAKE MEASURES TO PREVENT THE UNAUTHORIZED DISCHARGE OF POLLUTANTS INTO THE GULF OF MEXICO.</u>	
- - - Cont'd				

BSEE Representative Signature _____	Operator Representative Print Last Name _____ Signature _____ Date _____
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