


<b>FORM INSP</b>  Rev 05/11	<b>State of Colorado</b> <b>Oil and Gas Conservation Commission</b> <small>1120 Lincoln Street, Suite 801, Denver, Colorado 80203 Phone: (303) 894-2100 Fax: (303) 894-2109</small>		DE	ET	OE	ES
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**FIELD INSPECTION FORM**

Location Identifier	Facility ID	Loc ID	Tracking Type	Inspector Name: SCHURE, KYM
	417784	417783		

Inspection Date: 08/20/2012

Document Number: 663300450

Overall Inspection: **Unsatisfactory**

**Operator Information:**

OGCC Operator Number: 24461 Name of Operator: DIVERSIFIED OPERATING CORPORATION

Address: 15000 W 6TH AVE STE 102

City: GOLDEN State: CO Zip: 80401

**Contact Information:**

Contact Name	Phone	Email	Comment
Warburton, Bill	303 384-9611	wlw@doccolo.com	
BURN, DIANA		diana.burn@state.co.us	

**Compliance Summary:**

QtrQtr: NENE Sec: 9 Twp: 10N Range: 59W

Insp. Date	Doc Num	Insp. Type	Insp Status	Satisfactory /Unsatisfactory	PA P/F/I	Pas/Fail (P/F)	Violation (Y/N)
01/20/2011	200297823	PR	PR	U			Y

**Inspector Comment:**

Re-inspection from 01/20/2011. No compliance on citations from previous inspection have taken place. Drill pit is still open, being used as skim pit and p/w pit. NO permitting of pit on record. Crude stains on ring of pit and on surface of water within pit. Cattle are able to reach contents of pit through fence. No berms at tanks, no placarding on tanks, weeds, deadman not marked. MOVING DIRECTLY TO VIOLATION

**Related Facilities:**

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name
417784	WELL	PR	11/01/2011	OW	123-31744	HILLMAN 9-1 <input checked="" type="checkbox"/>

**Equipment:**

Location Inventory

Special Purpose Pits: _____	Drilling Pits: <u>1</u>	Wells: <u>1</u>	Production Pits: <u>1</u>
Condensate Tanks: _____	Water Tanks: <u>1</u>	Separators: <u>1</u>	Electric Motors: _____
Gas or Diesel Mortors: _____	Cavity Pumps: _____	LACT Unit: _____	Pump Jacks: <u>1</u>
Electric Generators: _____	Gas Pipeline: <u>1</u>	Oil Pipeline: <u>1</u>	Water Pipeline: _____
Gas Compressors: _____	VOC Combustor: <u>1</u>	Oil Tanks: <u>2</u>	Dehydrator Units: _____
Multi-Well Pits: _____	Pigging Station: _____	Flare: _____	Fuel Tanks: _____

**Location**

**Lease Road:**

Type	Satisfactory/Unsatisfactory	comment	Corrective Action	Date
Access	Satisfactory			

<b>Signs/Marker:</b>				
Type	Satisfactory/Unsatisfactory	Comment	Corrective Action	CA Date
TANK LABELS/PLACARDS	Unsatisfactory	No placarding/labeling on tanks	Install sign to comply with rule 210.b.	09/03/2012

Emergency Contact Number: (S/U/V) Unsatisfactory Corrective Date: 09/03/2012  
 Comment: Emergency contact no. is required to be answered by live attendant 24-7-365. 911 is not a valid emergency contact no.  
 Corrective Action: Provide 24-7-365 emergency contact by live attendant for emergency responders.

<b>Good Housekeeping:</b>				
Type	Satisfactory/Unsatisfactory	Comment	Corrective Action	CA Date
WEEDS	Unsatisfactory	Weeds around pits.	Remedy weeds	09/03/2012

<b>Spills:</b>				
Type	Area	Volume	Corrective action	CA Date
<input type="checkbox"/> Multiple Spills and Releases?				

<b>Fencing/:</b>				
Type	Satisfactory/Unsatisfactory	Comment	Corrective Action	CA Date
PIT	Unsatisfactory	cattle entering pit	repair fence around pit	09/03/2012

<b>Equipment:</b>					
Type	#	Satisfactory/Unsatisfactory	Comment	Corrective Action	CA Date
Deadman # & Marked	4	Unsatisfactory	Unmarked deadman	Mark deadman for year-round visibility	09/03/2012
Pump Jack	1	Satisfactory			

<b>Facilities:</b>					
<input type="checkbox"/> New Tank		Tank ID: _____			
Contents	#	Capacity	Type	SE GPS	
PRODUCED WATER	2		STEEL AST	40.000000,103.000000	
S/U/V:	Unsatisfactory	Comment: Install placarding to comply with 210.b.			
Corrective Action:	No placarding/labeling on tanks.			Corrective Date:	09/03/2012

<b>Paint</b>	
Condition	Inadequate
Other (Content)	_____
Other (Capacity)	_____
Other (Type)	_____

<b>Berms</b>					
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Other	Inadequate	Walls Insufficient	Base Insufficient	Inadequate	
Corrective Action	Construct berm at tanks or remove tanks.			Corrective Date	09/03/2012
Comment	NO berm at tank battery				

<b>Venting:</b>	
Yes/No	Comment

<b>Flaring:</b>				
Type	Satisfactory/Unsatisfactory	Comment	Corrective Action	CA Date

**Predrill**

Location ID: 417783

**Site Preparation:**

Lease Road Adeq.: \_\_\_\_\_ Pads: \_\_\_\_\_ Soil Stockpile: \_\_\_\_\_  
 Corrective Action: \_\_\_\_\_ Date: \_\_\_\_\_ CDP Num.: \_\_\_\_\_

**Form 2A COAs:**

**Comment:**

**CA:**  **Date:** \_\_\_\_\_

**Wildlife BMPs:**

BMP Type	Comment
PROPOSED BMPs	<p>Diversified Operating Corporation</p> <p>Hillman 9 -1</p> <p>NENE Sec 9 T10N R59W 6thPM</p> <p>Weld County, Colorado</p> <p>Enclosure with Form 2A</p> <p>Site Specific Best Management Practices:</p> <p>This well is a normal Virgil Sand test that will be drilled to approximately 9500'. The location is not in a critical Wildlife, Water or Sensitive area as described in the Rules. The location and road will be built using standard practices and following the rules of the Storm Water Management Plan on file, General Permit COR- 030000, Certificate #COR03D207. The terrain is very level so no large cuts will be needed to level the location. Housekeeping will consist of neat and orderly storage of materials and fluids.</p> <p>Wastes will be temporarily stored in containers and properly disposed of at suitable offsite facilities. If spills occur prompt clean up will be required to minimize any possible contamination of the area. All maintenance and fueling will be done with care taken to contain any fluids that might be spilled. There will be no major equipment overhauls done on site to minimize the possibility of any contamination of the soil. Clean up of the trash and discarded materials on the location and road will be conducted as needed and properly disposed of.</p>

**Comment:**

**CA:**  **Date:** \_\_\_\_\_

**Stormwater:**

Erosion BMPs	Present	Other BMPs	Present
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Corrective Action: _____		Date: _____	
Comments: Erosion BMPs: _____			
Other BMPs: _____			
<b>Comment:</b> _____			
<b>Staking:</b> _____			
<b>On Site Inspection (305):</b>			
<u>Surface Owner Contact Information:</u>			
Name: _____		Address: _____	
Phone Number: _____		Cell Phone: _____	
<u>Operator Rep. Contact Information:</u>			
Landman Name: _____		Phone Number: _____	
Date Onsite Request Received: _____		Date of Rule 306 Consultation: _____	
Request LGD Attendance: _____			
<u>LGD Contact Information:</u>			
Name: _____		Phone Number: _____	Agreed to Attend: _____
<u>Summary of Landowner Issues:</u>			
<u>Summary of Operator Response to Landowner Issues:</u>			
<u>Onsite Inspection Memorandum Summarizing Discussions at Inspection as Attachment:</u>			

**Facility**

Facility ID: 417784	Type: WELL	API Number: 123-31744	Status: PR	Insp. Status: PR
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Producing Well	
Comment:	Well site was inspected in 01/2011 with numerous non-compliance issues. Area is not showing any indication of remedy from previous inspection. Drill pit remains open and used as skim/prod. water pit, No berm at tank battery. No placarding/labeling on tanks. Weeds and fencing around pit are unsatisfactory.

**Environmental**

<b>Spills/Releases:</b>		
Type of Spill: _____	Description: _____	Estimated Spill Volume: _____
Comment: _____		
Corrective Action: _____		Date: _____
Reportable: _____	GPS: Lat _____	Long _____
Proximity to Surface Water: _____	Depth to Ground Water: _____	

<b>Water Well:</b>		Lat	Long
DWR Receipt Num: _____	Owner Name: _____	GPS: _____	

<b>Field Parameters:</b>
Sample Location: _____

Inspector Name: SCHURE, KYM

Emission Control Burner (ECB): \_\_\_\_\_

Comment: \_\_\_\_\_

Pilot: \_\_\_\_\_ Wildlife Protection Devices (fired vessels): \_\_\_\_\_

**Reclamation - Storm Water - Pit**

**Interim Reclamation:**

Date Interim Reclamation Started: \_\_\_\_\_ Date Interim Reclamation Completed: \_\_\_\_\_

Land Use: RANGELAND

Comment: \_\_\_\_\_

1003a. Debris removed?   In   CM \_\_\_\_\_

CA \_\_\_\_\_ CA Date \_\_\_\_\_

Waste Material Onsite?   In   CM \_\_\_\_\_

CA \_\_\_\_\_ CA Date \_\_\_\_\_

Unused or unneeded equipment onsite? \_\_\_\_\_ CM \_\_\_\_\_

CA \_\_\_\_\_ CA Date \_\_\_\_\_

Pit, cellars, rat holes and other bores closed?   Fail   CM Drill pit open, used as p/w pit.

CA Close drill pit and remediate CA Date 09/03/2012

Guy line anchors removed?   In   CM \_\_\_\_\_

CA \_\_\_\_\_ CA Date \_\_\_\_\_

Guy line anchors marked? \_\_\_\_\_ CM \_\_\_\_\_

CA \_\_\_\_\_ CA Date \_\_\_\_\_

1003b. Area no longer in use?   In   Production areas stabilized ?   In  

1003c. Compacted areas have been cross ripped? \_\_\_\_\_

1003d. Drilling pit closed?   Fail   Subsidence over on drill pit?   Fail  

Cuttings management: \_\_\_\_\_

1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing?   In  

Production areas have been stabilized?   In   Segregated soils have been replaced? \_\_\_\_\_

**RESTORATION AND REVEGETATION**

Cropland

Top soil replaced \_\_\_\_\_ Recontoured \_\_\_\_\_ Perennial forage re-established \_\_\_\_\_

Non-Cropland

Top soil replaced   In   Recontoured   In   80% Revegetation   In  

1003 f. Weeds Noxious weeds?   F  

Comment: Spoke to operator representative regarding drilling pit, battery and berm. Operator has been notified that time has elapsed since previous citations. Operator is required to remedy citations. Moving to NOAV

Overall Interim Reclamation   In Process  

**Final Reclamation/ Abandoned Location:**

Date Final Reclamation Started: \_\_\_\_\_ Date Final Reclamation Completed: \_\_\_\_\_

Final Land Use: RANGELAND

Reminder: \_\_\_\_\_

Comment: \_\_\_\_\_

Inspector Name: SCHURE, KYM

Well plugged \_\_\_\_\_ Pit mouse/rat holes, cellars backfilled \_\_\_\_\_  
 Debris removed \_\_\_\_\_ No disturbance /Location never built \_\_\_\_\_  
 Access Roads Regraded \_\_\_\_\_ Contoured \_\_\_\_\_ Culverts removed \_\_\_\_\_  
 Gravel removed \_\_\_\_\_  
 Location and associated production facilities reclaimed \_\_\_\_\_ Locations, facilities, roads, recontoured \_\_\_\_\_  
 Compaction alleviation \_\_\_\_\_ Dust and erosion control \_\_\_\_\_  
 Non cropland: Revegetated 80% \_\_\_\_\_ Cropland: perennial forage \_\_\_\_\_  
 Weeds present \_\_\_\_\_ Subsidence \_\_\_\_\_  
 Comment: \_\_\_\_\_  
 Corrective Action: \_\_\_\_\_ Date \_\_\_\_\_

Overall Final Reclamation \_\_\_\_\_ Multi-Well Location

**Storm Water:**

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment

S/U/V: \_\_\_\_\_ Corrective Date: \_\_\_\_\_  
 Comment: \_\_\_\_\_  
 CA: \_\_\_\_\_

**Pits:**

Pit Type: Drilling Pit Lined: NO Pit ID: \_\_\_\_\_ Lat: 40.000000 Long: 103.000000

**Lining:**  
 Liner Type: \_\_\_\_\_ Liner Condition: \_\_\_\_\_  
 Comment: \_\_\_\_\_

**Fencing:**  
 Fencing Type: \_\_\_\_\_ Fencing Condition: \_\_\_\_\_  
 Comment: \_\_\_\_\_

**Netting:**  
 Netting Type: \_\_\_\_\_ Netting Condition: \_\_\_\_\_  
 Comment: \_\_\_\_\_

Anchor Trench Present: \_\_\_\_\_ Oil Accumulation: YES 2+ feet Freeboard: \_\_\_\_\_

Pit (S/U/V): Unsatisfactory Comment: Drill pit is being used as skim/prod.water pit. No record of permit for pit.

Corrective Action: Close drill pit per COGCC rules, permit skim pit and p/w pit. Date: 09/03/2012

Monitoring:	Monitoring Type	Comment
		No permit on record for prod.water pit.