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

Inspection Date: 07/03/2013

Document Number: 668601046

Overall Inspection: Satisfactory

**FIELD INSPECTION FORM**

|                     |                              |                         |  |   |                   |
|---------------------|------------------------------|-------------------------|--|---|-------------------|
| Location Identifier | Facility ID<br><u>416156</u> | Loc ID<br><u>415996</u> | Inspector Name:<br><u>QUINT, CRAIG</u> | On-Site Inspection <input type="checkbox"/> | 2A Doc Num: _____ |
|---------------------|------------------------------|-------------------------|--|---|-------------------|

**Operator Information:**

OGCC Operator Number: 10275 Name of Operator: AUGUSTUS ENERGY PARTNERS LLC

Address: 2016 GRAND AVE STE A

City: BILLINGS State: MT Zip: 59102

**Contact Information:**

| Contact Name | Phone        | Email                     | Comment |
|--------------|--------------|---------------------------|---------|
| Davis, Loni  | 970-332-3585 | ldavis@augustusenergy.com |         |

**Compliance Summary:**

QtrQtr: SESE Sec: 31 Twp: 1N Range: 44W

**Inspector Comment:**

**Related Facilities:**

| Facility ID | Type | Status | Status Date | Well Class | API Num   | Facility Name   |                                     |
|-------------|------|--------|-------------|------------|-----------|-----------------|-------------------------------------|
| 416156      | WELL | PR     | 06/26/2010  | GW         | 125-11783 | DETERDING 31-16 | <input checked="" type="checkbox"/> |

**Equipment:** Location Inventory

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

**Location**

**Lease Road:**

| Type   | Satisfactory/Unsatisfactory | comment                  | Corrective Action | Date |
|--------|-----------------------------|--------------------------|-------------------|------|
| Access | Satisfactory                | 2 TRACK THROUGH PASTURE. |                   |      |

**Signs/Marker:**

| Type     | Satisfactory/Unsatisfactory | Comment                                       | Corrective Action | CA Date |
|----------|-----------------------------|---|-------------------|---------|
| BATTERY  | Satisfactory                | LEASE SIGNS FOR ASSOCIATED WELLS BY METER RUN |                   |         |
| OTHER    | Satisfactory                | SIGN AT FIELD ENTRANCE.                       |                   |         |
| WELLHEAD | Satisfactory                | SIGN BY WELL                                  |                   |         |

Inspector Name: QUINT, CRAIG

Emergency Contact Number: (S/U/V) Satisfactory Corrective Date: \_\_\_\_\_

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

Corrective Action: \_\_\_\_\_

| <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 |
| OTHER            | Satisfactory                | STEEL PANELS AROUND METERSHEDS AND VGS'S.  |                   |         |
| WELLHEAD         | Satisfactory                | STEEL PANELS AROUND ALL WELLHEAD EQUIPMENT |                   |         |

| <b>Equipment:</b>   |   |                             |   |                   |         |
|---------------------|---|-----------------------------|---|-------------------|---------|
| Type                | # | Satisfactory/Unsatisfactory | Comment   | Corrective Action | CA Date |
| Vertical Separator  | 3 | Satisfactory                | 3-VGS 50% BURIED  |                   |         |
| Pump Jack           | 1 | Satisfactory                | 25 JENSEN ON A CEMENT PAD   |                   |         |
| Prime Mover         | 1 | Satisfactory                | MULTI CYLINDER GAS ENGINE   |                   |         |
| Gas Meter Run       | 3 | Satisfactory                | 3-GMR F/ (DETERDING 31-10, 31-15, 31-16) 1030' S @ 40.00318, - 102.32387. |                   |         |
| Ancillary equipment | 2 | Satisfactory                | GAS SCRUBBER, TELEMETRY EQUIPMENT   |                   |         |

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

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

**Predrill**

Location ID: 415996

**Site Preparation:**

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

**Form 2A COAs:**

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

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

**Wildlife BMPs:**

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

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

**Stormwater:**

| Erosion BMPs | Present | Other BMPs | Present |
|--------------|---------|------------|---------|
|              |         |            |         |

Corrective Action: \_\_\_\_\_ Date: \_\_\_\_\_

Comments: Erosion BMPs: \_\_\_\_\_  
 Other BMPs: \_\_\_\_\_

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

**Staking:**

**On Site Inspection (305):**

Surface Owner Contact Information:

Name: \_\_\_\_\_ Address: \_\_\_\_\_  
 Phone Number: \_\_\_\_\_ Cell Phone: \_\_\_\_\_

Operator Rep. Contact Information:

Landman Name: \_\_\_\_\_ Phone Number: \_\_\_\_\_  
 Date Onsite Request Received: \_\_\_\_\_ Date of Rule 306 Consultation: \_\_\_\_\_

Request LGD Attendance: \_\_\_\_\_

LGD Contact Information:

Name: \_\_\_\_\_ Phone Number: \_\_\_\_\_ Agreed to Attend: \_\_\_\_\_

Summary of Landowner Issues:

\_\_\_\_\_

Summary of Operator Response to Landowner Issues:

\_\_\_\_\_

Onsite Inspection Memorandum Summarizing Discussions at Inspection as Attachment:

\_\_\_\_\_

**Facility**

Facility ID: 416156 Type: WELL API Number: 125-11783 Status: PR Insp. Status: PR

**Producing Well**

Comment: PRODUCING, CENTRAL METER RUN F/(DETERDING 31-10, 31-15, 31-16) 1030' S @ 40.00318, -102.32387.

**Environmental**

**Spills/Releases:**

Type of Spill: \_\_\_\_\_ Description: \_\_\_\_\_ Estimated Spill Volume: \_\_\_\_\_  
 Comment: \_\_\_\_\_  
 Corrective Action: \_\_\_\_\_ Date: \_\_\_\_\_  
 Reportable: \_\_\_\_\_ GPS: Lat \_\_\_\_\_ Long \_\_\_\_\_  
 Proximity to Surface Water: \_\_\_\_\_ Depth to Ground Water: \_\_\_\_\_

**Water Well:** \_\_\_\_\_ Lat \_\_\_\_\_ Long \_\_\_\_\_  
 DWR Receipt Num: \_\_\_\_\_ Owner Name: \_\_\_\_\_ GPS : \_\_\_\_\_

**Field Parameters:** \_\_\_\_\_

Sample Location: \_\_\_\_\_

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: CRP

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

- 1003a. Debris removed? Pass CM \_\_\_\_\_  
 CA \_\_\_\_\_ CA Date \_\_\_\_\_
- Waste Material Onsite? Pass CM \_\_\_\_\_  
 CA \_\_\_\_\_ CA Date \_\_\_\_\_
- Unused or unneeded equipment onsite? Pass CM \_\_\_\_\_  
 CA \_\_\_\_\_ CA Date \_\_\_\_\_
- Pit, cellars, rat holes and other bores closed? Pass CM \_\_\_\_\_  
 CA \_\_\_\_\_ CA Date \_\_\_\_\_
- Guy line anchors removed? \_\_\_\_\_ CM \_\_\_\_\_  
 CA \_\_\_\_\_ CA Date \_\_\_\_\_
- Guy line anchors marked? \_\_\_\_\_ CM \_\_\_\_\_  
 CA \_\_\_\_\_ CA Date \_\_\_\_\_

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

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

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

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

1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? Pass  
 Production areas have been stabilized? Pass Segregated soils have been replaced? Pass

**RESTORATION AND REVEGETATION**

Cropland

Inspector Name: QUINT, CRAIG

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

Non-Cropland

Top soil replaced Pass Recontoured Pass 80% Revegetation Pass

1003 f. Weeds Noxious weeds? P

Comment: UNUSED AREAS OF THE LOCATION ARE PASTURE.

Overall Interim Reclamation Pass

**Final Reclamation/ Abandoned Location:**

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

Final Land Use: CRP

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

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

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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
|                  |                 | Other                   | Pass                  |               |                          |         |
| Seeding          | Pass            | Compaction              | Pass                  |               |                          |         |

S/U/V: Satisfactory Corrective Date: \_\_\_\_\_

Comment: ACCESS AND LOCATION ARE GRASSED OVER.

CA: \_\_\_\_\_