

**FORM
INSP**Rev
X/15

State of Colorado Oil and Gas Conservation Commission

1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109



Inspection Date:

01/04/2017

Submitted Date:

01/12/2017

Document Number:

674901437

FIELD INSPECTION FORM

Loc ID 333661 Inspector Name: Hughes, Jim On-Site Inspection ☐ 2A Doc Num: _____

Operator Information:

OGCC Operator Number: 53255

Name of Operator: MARALEX RESOURCES, INC

Address: P O BOX 338

City: IGNACIO State: CO Zip: 81137

Status Summary:☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**

9 Number of Comments

1 Number of Corrective Actions

☒ Corrective Action Response Requested**Contact Information:**

Contact Name	Phone	Email	Comment
Fischer, Alex		alex.fischer@state.co.us	
O'Hare, Mickey	(970) 563-4000/ (719) 429-3529	amohare@maralexinc.com	President
Tahmahkera, Kerry	(970) 563-4000	maralextech@gmail.com	All Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
271095	WELL	PR	08/02/2004	GW	067-08915	KEEGAN PRTRICK 33-7-11 #1	EI
294235	WELL	PR	07/02/2008	GW	067-09478	KEEGAN PATRICK 33-7-11 3B	EI

General Comment:

On January 4, 2017 COGCC SW EPS Jim Hughes conducted an environmental field inspection of the Maralex Resources Inc. Keegan-Patrick 33-7-11 #3B and #1. This field inspection resulted from an inquiry from a concerned land owner. For the most recent field inspection report of this facility, please refer to document #680600354.

Location

Overall Good: ☒

Signs/Marker:			
Type	WELLHEAD		
Comment:	Signs mounted to guard fencing around pump jacks.		
Corrective Action:		Date:	

Emergency Contact Number:			
Comment:			
Corrective Action:			Date: _____

Overall Good: ☒

Spills:				
Type	Area	Volume		
Produced Water	Pump Jack	<= 1 bbl		
Comment:	Concrete pad and surrounding gravel underneath drop out tank are stained.			
Corrective Action:	Control and contain spills/releases and clean up per Rule 906.a. Contact COGCC EPS staff.			Date: 02/13/2017

In Containment: No

Comment: ☐ Multiple Spills and Releases?

Fencing/:					
Type	PUMP JACK				
Comment:	"T" post and wire guard fencing around both pump jacks.				
Corrective Action:				Date:	

Equipment:				corrective date
Type: Gas Meter Run	# 2			
Comment:				
Corrective Action:				Date:
Type: Horizontal Heated Separator	# 2			
Comment:				
Corrective Action:				Date:
Type: Deadman # & Marked	# 8			
Comment:				
Corrective Action:				Date:
Type: Pump Jack	# 2			
Comment:				
Corrective Action:				Date:

Venting:				
Yes/No				
Comment:				
Corrective Action:				Date:

Flaring:			
Type			
Comment:			
Corrective Action:		Date:	

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Inspected Facilities				
Facility ID: <u>271095</u>	Type: <u>WELL</u>	API Number: <u>067-08915</u>	Status: <u>PR</u>	Insp. Status: <u>EI</u>
Facility ID: <u>294235</u>	Type: <u>WELL</u>	API Number: <u>067-09478</u>	Status: <u>PR</u>	Insp. Status: <u>EI</u>

Reclamation - Storm Water - Pit**Storm Water:**

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
Rip Rap	Pass	Compaction	Pass			
Compaction	Pass	Culverts	Pass	Material Handling And Spill Prevention	Pass	Secondary containment for lube oil containers.
Berms	Pass					

Comment: Secondary containment pans are almost full of fluids.Corrective Action: Date: **Pits:** ☒ NO SURFACE INDICATION OF PIT**COGCC Comments**

Comment	User	Date
On January 4, 2017 COGCC SW EPS Jim Hughes conducted an environmental field inspection of the Maralex Resources Inc. Keegan-Patrick 33-7-11 #3B and #1. This field inspection resulted from an inquiry from a concerned land owner. For the most recent field inspection report of this facility, please refer to document #680600354. A 55 gallon drum covering equipment on the #3B pump jack foundation is leaking and has stained the concrete pad and the surrounding gravel. The PA marker for the Merrion Oil and Gas Corp. Smith #1 was observed during this field inspection. The coordinates for this marker have been changed in the COGIS database to reflect the actual location.	hughesj	01/12/2017

Attached DocumentsYou can go to COGCC Images (<https://cogcc.state.co.us/weblink/>) and search by document number:

Document Num	Description	URL
674901438	Concrete pad and surrounding gravel are stained.	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4050554
674901439	Both secondary containment containers are almost full.	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4050555
674901440	Keegan-Patrick 33-7-11 #1 well head.	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4050556