

**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:

05/19/2017

Submitted Date:

05/25/2017

Document Number:

680101769

FIELD INSPECTION FORM

Loc ID 322451 Inspector Name: Colby, Lou On-Site Inspection 2A Doc Num: _____

Status Summary:

- THIS IS A FOLLOW UP INSPECTION
- FOLLOW UP INSPECTION REQUIRED
- NO FOLLOW UP INSPECTION REQUIRED

Operator Information:

OGCC Operator Number: 53255
Name of Operator: MARALEX RESOURCES, INC
Address: P O BOX 338
City: IGNACIO State: CO Zip: 81137

Findings:

- 9 Number of Comments
- 3 Number of Corrective Actions
- Corrective Action Response Requested

Contact Information:

Contact Name	Phone	Email	Comment
		maralextech@gmail.com	
Graves, Jim	(970) 858-8550	mrinc20@qwestoffice.net	Operations Manager
O'Hare, Mickey	(970) 563-4000/ (719) 429-3529	amohare@maralexinc.com	All Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
210534	WELL	PA	08/12/2016	GW	045-06290	RIFLE WALTON 25-2	RI

General Comment:

2017 Flowline NTO Inspection 1000' Buffer. Well was plugged 8/12/16. Debris, abandoned gathering line risers, flowline risers, and surface equipment have not been removed as of Date of this Inspection. GPS positions & Photos of any risers noted on Location are attached to Inspection.

This is also a Reclamation Inspection for PA Well API#045-06290, Spud 1/3/1981 by Piute Energy; Plugged and Abandoned 8/12/2016 by Maralex Resources. Photo Log of Location conditions is attached to Inspection. Please note that though FINDINGS Section at Top of Inspection Form notes only Three CAs, there are actually Five CAs and Four CA Dates reported in this Inspection.

Location

Overall Good:

Emergency Contact Number:

Comment:

Corrective Action:

Date: _____

Overall Good:

Spills:

Type	Area	Volume			

In Containment: No

Comment:

Multiple Spills and Releases?

Equipment:

corrective date

Type: Flow Line

#

Comment: Comply with the Reclamation rules to remove, all debris, abandoned gathering line risers, and flowline risers, and equipment within three months of plugging (8/12/16) the associated facility. All work should have been conducted by 11/12/16. Operator must now at a minimum abide by the (5/2/17) Flowline or Pipeline NTO. Photos and/or GPS of the various Risers/ Flowlines/ Pipelines are attached.

Corrective Action: All Risers/ Flowlines/ Pipelines must abide by the phase I of the (5/2/17) Flowline NTO. Make sure to identify both endpoints of all Risers/ Flowlines/ Pipelines. Respond when corrective action is complete with date completed and photos attached to an FIRR response to CA.

Date: 05/31/2017

Type: Flow Line

#

Comment: Comply with the Reclamation rules to remove, all debris, abandoned gathering line risers, and flowline risers, and equipment within three months of plugging (8/12/16) the associated facility. All work should have been conducted by 11/12/16. Operator must now at a minimum abide by the (5/2/17) Flowline or Pipeline NTO. Photos and/or GPS of the various Risers/ Flowlines/ Pipelines are attached.

Corrective Action: All Risers/ Flowlines/ Pipelines must abide by the phase II of the (5/2/17) Flowline NTO. Make sure to identify both endpoints of all riser Risers/ Flowlines/ Pipelines. Respond when corrective action is complete with date completed and photos attached to an FIRR response to CA

Date: 06/30/2017

Venting:

Yes/No

Comment:

Corrective Action:

Date:

Flaring:

Type

Comment:

Corrective Action:

Date:

Inspected Facilities

Facility ID: 210534 Type: WELL API Number: 045-06290 Status: PA Insp. Status: RI

Reclamation - Storm Water - Pit

Interim Reclamation:

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: _____

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND SEGREGATION _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? _____

Comment _____

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment _____

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? _____

Comment _____

Corrective Action _____

Date _____

1003b. Area no longer in use? _____ Production areas stabilized ? _____
 1003c. Compacted areas have been cross ripped? _____
 1003d. Drilling pit closed? _____ Subsidence over on drill pit? _____
 Cuttings management: _____
 1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? _____
 Production areas have been stabilized? _____ Segregated soils have been replaced? _____

RESTORATION AND REVEGETATION

Cropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-Cropland

Top soil replaced _____ Recontoured _____ 80% Revegetation _____

1003e. INTERIM VEGETATION TRANSECT
 TRANSECT RESULTS OF DISTURBED AREA% _____
 TRANSECT RESULTS OF REFERENCE AREA% _____
 TOTAL % OF DESIRABLE VEGETATION COVER _____
 VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? _____

Comment _____

Corrective Action _____

Date _____

Overall Interim Reclamation

Final Reclamation/ Abandoned Location:

Date Final Reclamation Started: _____ Date Final Reclamation Completed: _____

Final Land Use: _____

Reminder: _____

Comment: Rangeland

Well plugged Pass Pit mouse/rat holes, cellars backfilled Pass

Debris removed Fail No disturbance /Location never built _____

Access Roads Regraded Fail Contoured Fail Culverts removed Fail

Gravel removed Fail

Location and associated production facilities reclaimed Fail Locations, facilities, roads, recontoured Fail

Compaction alleviation Fail Dust and erosion control Pass

Non cropland: Revegetated 80% Fail Cropland: perennial forage _____

Weeds present Fail Subsidence Pass

1004.d. FINAL VEGETATION TRANSECT
 TRANSECT RESULTS OF DISTURBED AREA% _____
 TRANSECT RESULTS OF REFERENCE AREA% _____
 TOTAL % OF DESIRABLE VEGETATION COVER _____
 VEGETATIVE COVER _____

Comment:

Debris, and surface equipment have not been removed within three (3) months of plugging the Well (11/12/2016) as required by Rule 1004 a. No Reclamation work has been performed; such work was to be completed within 12 months on Non Crop land after Plugging of Well which would be 8/12/2017. Condition of site does not indicate that this timeline will be met. B list Noxious weeds, Thistle, Houndstongue & White Top identified on site. The Risers/Pipelines/ flowlines noted at inspection are addressed in the Location Equipment section.

Corrective Action: **There are Three CAs & Two CA Dates given in this Section. Remove all debris and surface equipment by 9/25/2017. Perform Final Reclamation per COGCC 1004 Rules. Reclamation Activities to be complete by 10/15/2017. Control Noxious Weeds on site, recommended to apply controls before seed head formation and no later than 9/25/17.**

Date **09/25/2017**

Overall Final Reclamation **Fail** Well Release on Active Location Multi-Well Location

Storm Water:

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

Comment: Location is Stable and has no Soil migration Concerns at this time

Corrective Action:

Date:

Pits: NO SURFACE INDICATION OF PIT

COGCC Comments

Comment	User	Date
Two Photo Logs are attached to Inspection, One of Risers with GPS positions & One depicting Location conditions.	colbyl	05/20/2017

Attached Documents

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

Document Num	Description	URL
680101773	Inspection Photos Loc Condition	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4155800
680101774	Inspection Photos GPS Risers	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4155801