

**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:

06/28/2017

Submitted Date:

07/11/2017

Document Number:

674603450

FIELD INSPECTION FORM

Loc ID 320302 Inspector Name: Maclaren, Joe 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: 10474
Name of Operator: MENDELL FINISTERRE II LLC
Address: 1750 N HUMBOLDT ST #201
City: DENVER State: CO Zip: 80218

Findings:

- 4 Number of Comments
- 0 Number of Corrective Actions
- Corrective Action Response Requested

Contact Information:

| Contact Name | Phone | Email | Comment |
|--------------------|--------------|-------------------------------|---------|
| Schlagenhauf, Mark | | mark.schlagenhauf@state.co.us | |
| AYLING, ROB | 619-988-0828 | rayling@mendellenergy.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------|-------------|
| 203410 | WELL | SI | 03/01/2017 | OW | 001-08919 | ELMS 2 | EG |

General Comment:

Engineering Integrity Inspection (Flowline Abandonment) performed on June 28th, 2017 in response to form 42 Doc #401313710 received by COGCC on 06/20/2017 that outlines: Flowlines abandoned per Rule 1103. Details of observations made during this field inspection are available in the comment section of this report. Photo's uploaded and can be accessed via link(s) at the end of this report.

Inspected FacilitiesFacility ID: 203410 Type: WELL API Number: 001-08919 Status: SI Insp. Status: EG**Flowline**

| #1 | Type: | of Lines | |
|--|--|--------------|----------------------|
| <u>Flowline Description</u> | | | |
| Flowline Type: | | Size: | Material: |
| Variance: | | Age: | Contents: |
| <u>Integrity Summary</u> | | | |
| Failures: | | Spills: | Repairs Made: |
| Coatings: | | H2S: | Cathodic Protection: |
| <u>Pressure Testing</u> | | | |
| Witnessed: | | Test Result: | Charted: |
| <u>COGCC Rules(check all that apply)</u> | | | |
| <input type="checkbox"/> 1101. Installation and Reclamation <input type="checkbox"/> 1102. Operations, Maintenance, and Repair <input checked="" type="checkbox"/> 1103. Abandonment | | | |
| Comment: | Flowlines associated with the Elms#2 have been removed and/ or abandoned in place. Form 42 Doc #401313710 received by COGCC on 06/20/2017. | | |
| Corrective Action: | | | Date: |

COGCC Comments

| Comment | User | Date |
|---|----------|------------|
| Note: There are (2) flowline valve set risers (1" and 2") associated with Tudex Petroleum operations (inside/ protected by a metal culvert) located adjacent to/ just off of the NE corner of this location. | maclarej | 07/11/2017 |
| Comments from Previous EG Inspection Doc #674603288 performed on 04/12/2017: COGCC integrity inspector met with Mendell Energy's senior engineer Bill Davis on location and discussed plans for flowline removal abandonment. Excavation and remediation activities associated with the produced water vault were observed in progress. There were several un-marked historical abandoned flowlines encountered during the excavation/ remediation project. These flowlines are being removed. The dump lines associated with the facility are being removed. The well site flowline(s) routed on location from the Elms 2 and Tudex Rheinholt NC4 (API 001-09365) are scheduled to be partially removed and/ or abandoned in place per 1103. An existing Tudex Petroleum flowline (from Sevens 1/ API 001-07939) runs adjacent to the East side of the excavation/ location is being left in place (risers in valve can). | maclarej | 07/11/2017 |

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

| Document Num | Description | URL |
|--------------|--|---|
| 674603453 | Flowline risers in valve can; Other operator | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4194288 |
| 674603454 | View of re-contoured location; looking south | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4194289 |