

**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:

08/23/2018

Submitted Date:

08/23/2018

Document Number:

687400542**FIELD INSPECTION FORM**Loc ID 319870 Inspector Name: Huck, Keith On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 10651Name of Operator: VERDAD RESOURCES LLCAddress: 5950 CEDAR SPRINGS ROADCity: DALLAS State: TX Zip: 75235**Status Summary:**☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**15 Number of Comments1 Number of Corrective Actions☒ Corrective Action Response Requested**Contact Information:**

Contact Name	Phone	Email	Comment
Brown, Devin	(303)-349-0302	dbrown@petrosharecorp.com	Production Ops Manager
Lloyd, Bill		blloyd@petrosharecorp.com	Operations Manager

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
201669	WELL	PR	01/01/2018	GW	001-07072	KALLSEN 14-10X	PR

General Comment:

LocationOverall Good: ☒

Signs/Marker:			
Type	BATTERY		
Comment:	Adequate/Location in process of company name change. Current Operator Petroshre		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:	Adequate		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Adequate/Location in process of company name change. Current Operator Petroshre		
Corrective Action:		Date:	

Emergency Contact Number:

Comment: Adequate

Corrective Action:

Date: _____

Good Housekeeping:

Type	TRASH		
Comment:	Trash on location needs picked up. See attached pictures		
Corrective Action:	Comply with Rule 603.f .	Date:	09/05/2018

Overall Good: ☐

Spills:			
Type	Area	Volume	

In Containment: No

Comment:

☐ Multiple Spills and Releases?**Fencing/:**

Type	TANK BATTERY		
Comment:	Chainlink		
Corrective Action:		Date:	
Type	SEPARATOR		
Comment:	Chainlink		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Pipe		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Gas Meter Run	# 1		
Comment:			
Corrective Action:		Date:	

Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:			Date:
Type: Emission Control Device	# 1		
Comment:			
Corrective Action:			Date:
Type: Plunger Lift	# 1		
Comment:			
Corrective Action:			Date:
Type: Bird Protectors	# 2		
Comment:			
Corrective Action:			Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS	
PRODUCED WATER	1	OTHER	PBV FIBERGLASS		,	
Comment:	150bbbls					
Corrective Action:						Date:

Paint

Condition	Adequate	
Other (Content)		
Other (Capacity)	150bbbls	
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Earth	Adequate	Walls Sufficent	Base Sufficent	Adequate
Comment:	Sharess berm with production tank			
Corrective Action:				
				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS	
CRUDE OIL	1	300 BBLS	STEEL AST		39.972478,-104.654208	
Comment:						
Corrective Action:						Date:

Paint

Condition	Adequate	
Other (Content)		
Other (Capacity)		
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Earth	Adequate	Walls Sufficent	Base Sufficent	Adequate
Comment:				

Corrective Action:		Date:	
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Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

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Inspected FacilitiesFacility ID: 201669 Type: WELL API Number: 001-07072 Status: PR Insp. Status: PR**Producing Well**Comment: PRCorrective Action: Date: **BradenHead**Comment: Plumbed to surfaceCorrective Action: Date: **COGCC Comments**

Comment	User	Date
<u>Routine Inspction</u>	huckk	08/23/2018

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

Document Num	Description	URL
401741699	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4559642
687400543	Inspection Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4559641