

**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:

12/18/2018

Submitted Date:

12/19/2018

Document Number:

693700099**FIELD INSPECTION FORM**Loc ID 323292 Inspector Name: ALLISON, RICK On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 10112Name of Operator: FOUNDATION ENERGY MANAGEMENT LLCAddress: 5057 KELLER SPRINGS RD STE 650City: ADDISON State: TX Zip: 75001**Status Summary:**

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

Findings:3 Number of Comments2 Number of Corrective Actions☒ Corrective Action Response Requested**ANY CORRECTIVE ACTION(S) FROM
PREVIOUS INSPECTIONS THAT HAVE NOT
BEEN ADDRESSED ARE STILL APPLICABLE****Contact Information:**

Contact Name	Phone	Email	Comment
Alyssa Beard		regulatory@foundationenergy.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
112083	PIT	AC			-	FEDERAL NORTH WILDHORSE 7-27	EI
245029	WELL	SI	12/01/2016	OW	123-12824	FEDERAL NORTH WILDHORSE 7-28	EI

General Comment:

COGCC Environmental Staff Inspection related to pending pit closure.

LocationOverall Good: ☐

Emergency Contact Number:

Comment: Corrective Action: Date: Overall Good: ☐**Spills:**

Type	Area	Volume			

In Containment: No

Comment: ☐ Multiple Spills and Releases?**Venting:**

Yes/No	YES		
Comment:	Audible leak present at wellhead. Operator notified via phone on 12/18/2018		
Corrective Action:	Securely fasten all valves, pipes, and fittings to ensure good mechanical condition, inspect at regular intervals and maintain in good mechanical condition per Rule 605.d.		Date: 12/19/2018

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities									
Facility ID:	112083	Type:	PIT	API Number:	-	Status:	AC	Insp. Status:	EI
Facility ID:	245029	Type:	WELL	API Number:	123-12824	Status:	SI	Insp. Status:	EI

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

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

Comment: Corrective Action: Date: **Pits:** ☐ NO SURFACE INDICATION OF PITType: Produced WaterLined: NOPit ID: 112083Lat: 40.635728Long: -104.094663Reference Point: Other: Length: Width: **Lining:**Liner Type: Liner Condition: Comment: Corrective Action: Date: **Fencing:**Fencing Type: Fencing Condition: Comment: Corrective Action: Date: **Netting:**Netting Type: MeshNetting Condition: GoodComment: Corrective Action: Date: Anchor Trench Present: Oil Accumulation: 2+ feet Freeboard: Comment: Corrective Action: Date: 01/19/2019

Pit is dry and Remediation #11164 was approved for pit closure. Operator estimated pit closure by 5/21/2018 on original Form 27. No apparent work for pit closure has been undertaken.

Operator to submit status update for Remediation #11164 via Form 27 Supplemental Report.

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

Document Num	Description	URL
401882273	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4683988
693700110	Fed N Wildhorse7-28 Photos 12-18-2018	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4683977