

**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:

05/28/2019

Submitted Date:

05/29/2019

Document Number:

679704246**FIELD INSPECTION FORM**Loc ID 315016 Inspector Name: Moran, Rick On-Site Inspection ☐ 2A Doc Num:                     **Operator Information:**OGCC Operator Number: 53255Name of Operator: MARALEX RESOURCES INCAddress: P O BOX 338City: IGNACIO State: CO Zip: 81137**Status Summary:**

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

**Findings:**6 Number of Comments0 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            |
|--------------------|--------------|----------------------------------|--------------------|
| , Maralex          | 970-858-8550 | aak@gvep.net                     |                    |
| Pesicka, Conor     | 970-415-0789 | conor.pesicka@state.co.us        |                    |
| Kellerby, Shaun    | 970-712-1248 | shaun.kellerby@state.co.us       |                    |
| Graves, Jim        | 970-712-0099 | mrinc20@qwestoffice.net          | Operations Manager |
| Reid, Jordan       | 970-563-4000 | maralextechjr@gmail.com          | All inspections    |
| COGCC, Engineering | 303-894-2100 | dnr_cogccEngineering@state.co.us |                    |

**Inspected Facilities:**

| Facility ID | Type | Status | Status Date | Well Class | API Num   | Facility Name              | Insp Status |
|-------------|------|--------|-------------|------------|-----------|----------------------------|-------------|
| 230104      | WELL | SI     | 06/13/2013  | GW         | 103-07763 | TRAIL CANYON-L. BRADY 23-3 | SI          |

**General Comment:**

COGCC Inspection Report Summary.

On 5/28/2019 at approximately 16:15, inspector Rick Moran, conducted a follow up inspection at Maralex Resources well Trail Canyon - L. Brady 23-3 in Rio Blanco county.

While there I conducted a follow up of:

- 1) FIR 675103156 from 12-7-2016
- 2) FIR 679702282 from 2-20-2018
- 3) FIR 679703384 from 3-14-2019
- 4) FIR 679703909 from 4-30-2019
- 4) warning letter document 401499076 from 1-2-2018.

The following compliance issues were identified as resolved:

- 1) Risers.
- 2) The inspector contacted Summit Energy and they concluded with 99% certainty the exposed pipe across the lease road was not Summits.

The following compliance issues were observed as uncompleted:

- 1) MIT.

Well on same location as 05-103-07784.

A follow up on this site inspection will be conducted to ensure the compliance issues have been corrected to comply with COGCC rules.

This is a summary of inspection report 679704246.

**Location**Overall Good: ☒

|                      |                      |       |  |
|----------------------|----------------------|-------|--|
| <b>Signs/Marker:</b> |                      |       |  |
| Type                 | WELLHEAD             |       |  |
| Comment:             |                      |       |  |
| Corrective Action:   |                      | Date: |  |
| Type                 | TANK LABELS/PLACARDS |       |  |
| Comment:             |                      |       |  |
| Corrective Action:   |                      | Date: |  |

Emergency Contact Number:

Comment: 970-858-8550

Corrective Action:

Date: \_\_\_\_\_

Overall Good: ☒

|                |      |        |  |
|----------------|------|--------|--|
| <b>Spills:</b> |      |        |  |
| Type           | Area | Volume |  |

In Containment: No

Comment:

☐ Multiple Spills and Releases?

|                    |              |       |  |
|--------------------|--------------|-------|--|
| <b>Fencing/:</b>   |              |       |  |
| Type               | TANK BATTERY |       |  |
| Comment:           |              |       |  |
| Corrective Action: |              | Date: |  |

|                                   |     |       |                 |
|-----------------------------------|-----|-------|-----------------|
| <b>Equipment:</b>                 |     |       | corrective date |
| Type: Deadman # & Marked          | # 3 |       |                 |
| Comment:                          |     |       |                 |
| Corrective Action:                |     | Date: |                 |
| Type: Horizontal Heated Separator | # 1 |       |                 |
| Comment:                          |     |       |                 |
| Corrective Action:                |     | Date: |                 |
| Type: Gas Meter Run               | # 1 |       |                 |
| Comment:                          |     |       |                 |
| Corrective Action:                |     | Date: |                 |
| Type: Bird Protectors             | # 1 |       |                 |
| Comment:                          |     |       |                 |
| Corrective Action:                |     | Date: |                 |

**Tanks and Berms:**

|                |   |           |           |         |                       |
|----------------|---|-----------|-----------|---------|-----------------------|
| Contents       | # | Capacity  | Type      | Tank ID | SE GPS                |
| PRODUCED WATER | 1 | <100 BBLS | STEEL AST |         | 39.680680,-108.697620 |
| Comment:       |   |           |           |         |                       |

|                    |  |  |  |  |       |  |
|--------------------|--|--|--|--|-------|--|
| Corrective Action: |  |  |  |  | Date: |  |
|--------------------|--|--|--|--|-------|--|

**Paint**

|                  |          |  |  |  |  |
|------------------|----------|--|--|--|--|
| Condition        | Adequate |  |  |  |  |
| Other (Content)  |          |  |  |  |  |
| Other (Capacity) | 90 bbl   |  |  |  |  |
| Other (Type)     |          |  |  |  |  |

**Berms**

|                    |          |                     |                     |             |       |
|--------------------|----------|---------------------|---------------------|-------------|-------|
| Type               | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |       |
| Earth              | Adequate | Walls Sufficient    | Base Sufficient     | Adequate    |       |
| Comment:           |          |                     |                     |             |       |
| Corrective Action: |          |                     |                     |             | Date: |

**Venting:**

|                    |    |  |       |
|--------------------|----|--|-------|
| Yes/No             | NO |  |       |
| Comment:           |    |  |       |
| Corrective Action: |    |  | Date: |

**Flaring:**

|                    |  |       |
|--------------------|--|-------|
| Type               |  |       |
| Comment:           |  |       |
| Corrective Action: |  | Date: |

**Inspected Facilities**Facility ID: 230104 Type: WELL API Number: 103-07763 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: \_\_\_\_\_Comment: [No current MIT on record or delinquent as required by Rule 326.](#)[Last recorded production November 2008. No MIT on file.](#)

Corrective Action: \_\_\_\_\_ Date: \_\_\_\_\_

**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: No apparent current soil migration, erosion, or soil movement on location. Significant stormwater flowed down hill through the location in October 2018 during major rain storms. Which was proceeded by a large wildland fire that reached 100' from the edge of location.

Corrective Action:  Date: \_\_\_\_\_

**Pits:**    ☒ NO SURFACE INDICATION OF PIT

**Attached Documents**

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

| Document Num | Description      | URL   |
|--------------|------------------|---|
| 679704247    | inspection photo | <a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4834421">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4834421</a> |