

**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:

07/16/2019

Submitted Date:

07/16/2019

Document Number:

679704739**FIELD INSPECTION FORM**Loc ID 314961 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:10 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
Kellerby, Shaun	970-712-1248	shaun.kellerby@state.co.us	
Graves, Jim	970-712-0099	mrinc20@qwestoffice.net	Operations Manager
, Maralex	970-858-8550	aak@gvep.net	
Reid, Jordan	970-563-4000	maralextechjr@gmail.com	All inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
229983	WELL	PR	10/02/1998	GW	103-07642	LOWELL BRADY 23-3A	PR

General Comment:

COGCC Inspection Report Summary.

On 67-16-2019 at approximately 16:30, inspector Rick Moran, conducted a follow up inspection at Maralex Resources's well Lowell Brady 23-3A in Rio Blanco county.

While there I conducted a follow up inspection of FIR document 679702285, 679703382, 679703907, and 679704243.

During this inspection the following compliance issues were observed as uncompleted:

- 1) Missing tank berm. Photo 3. Complete by 1-25-2019.

Additional compliance issues were identified:

- 1) Tank capacity label. Photo 4. Complete by 9-13-2019.

Note: The tank is leaning approximately 2 degrees. Photo 2.

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 679704739.

Location

Overall Good: ☒

Signs/Marker:			
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:	Contents & capacity on label no longer legible.		
Corrective Action:	Install sign to comply with Rule 210.d.	Date:	09/13/2019

Emergency Contact Number:

Comment: 911

Corrective Action:

Date: _____

Overall Good: ☒

Spills:			
Type	Area	Volume	

In Containment: No

Comment:

☐ Multiple Spills and Releases?

Fencing/:			
Type	TANK BATTERY		
Comment:			
Corrective Action:		Date:	

Equipment:			corrective date
Type: Gas Meter Run	# 1		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Container of motor oil.		
Corrective Action:		Date:	
Type: Pump Jack	# 1		
Comment:			
Corrective Action:		Date:	
Type: Deadman # & Marked	# 4		
Comment:			
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 1		

Comment:		
Corrective Action:		Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CRUDE OIL	1	300 BBLS	STEEL AST		39.683710,-108.696820
Comment:	The tank is leaning approximately 2 degrees towards the missing berm. The ground is soft next to that side of the tank.				
Corrective Action:					Date:

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Earth	Inadequate			Inadequate
Comment:	<p>Inadequate berms around tank(s).</p> <p>3 sides of ther tank berm are adequate having been rebuilt after the October 2018 storms. Most of the berm on the east side remains missing.</p> <p>The missing berm was partially constructed since the last inspection. The dirt base adjacent to the missing berm is soft and not fully dried out.</p>			
Corrective Action:	Repair or install berms or other secondary containment devies per Rule 906.d(1).			Date: 01/25/2019

Venting:

Yes/No	NO	
Comment:		
Corrective Action:		Date:

Flaring:

Type	
Comment:	
Corrective Action:	Date:

Inspected Facilities									
Facility ID:	229983	Type:	WELL	API Number:	103-07642	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Pump jack idle at time of inspection.								
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
<p>Comment: No apparent current soil migration, erosion, or soil movement on location. Significant stormwater & soils 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.</p> <p>Corrective Action: Date: _____</p> <p>Pits: <input checked="" type="checkbox"/> NO SURFACE INDICATION OF PIT</p>						

Attached Documents

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

Document Num	Description	URL
679704740	inspection photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4880871