

**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:

12/31/2019

Submitted Date:

12/31/2019

Document Number:

699800295**FIELD INSPECTION FORM**Loc ID 312662 Inspector Name: De Paolo, Corey 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:11 Number of Comments5 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
,Engineering		dnr_cogccengineering@state.co.us	
Kellerby, Shaun		shaun.kellerby@state.co.us	
Graves, Jim	970-858-8550	mrinc20@qwestoffice.net	Operations Manager
Pesicka, Conor		conor.pesicka@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
222107	WELL	SI	11/01/2014	GW	077-08709	SULFUR GULCH 9-98-2 1	SI

General Comment:**COGCC Inspection Report Summary**

On Tuesday 12/31/19 at approximately 10:30 hours, I, Inspector Corey De Paolo, Conducted a follow up inspection at MARALEX RESOURCES INC SULFUR GULCH-69S98W /2SWSW, Location #312662 in Mesa County Colorado.

Refer to document #696600429 inspection conducted on 8/1/19. Not all corrective actions have been completed.

While there, I observed normal production operations.

During this inspection the following possible compliance issues were observed: Access road has not been adequately maintained. See photo #0334 with a previous corrective action date of 9/2/19. Tank label and placards are weathered and not legible. See photo #0329 with a corrective action date of 3/2/20. Tank by wellhead is not properly labeled. See photo #0333 with a corrective action date of 3/2/20.

Multiple places with weeds on location. See photo #0330, 0331 and #0332 with a previous corrective action date of 8/10/19. Well last produced October 2014. Last MIT preformed on 11/13/2013 refer to document #2450053. MIT required with a corrective action date of 1/31/20.

A follow up on this site inspection needs to be conducted to ensure the compliance issues have been corrected to comply with COGCC rules. This is a summary of inspection report.

Location			
Lease Road:			
Type	Access		
comment:	Access road has not been adequately maintained. See photo #0334		
Corrective Action	L Properly repair and maintain access road.		Date: 09/02/2019
Overall Good: <input type="checkbox"/>			
Signs/Marker:			
Type	WELLHEAD		
Comment:			
Corrective Action:			Date:
Type	CONTAINERS		
Comment:	Tank by wellhead is not properly labeled. See photo #0333		
Corrective Action:	Containers that are used to store, treat, or otherwise handle a hazardous material are required to be marked and placarded. Properly label tank.		Date: 03/02/2020
Type	TANK LABELS/PLACARDS		
Comment:	Tank label and placards are weathered and not legible. See photo #0329		
Corrective Action:	Operators shall maintain signs in a legible condition, and shall replace damaged signs. Replace tank label and placards.		Date: 03/02/2020
Type	BATTERY		
Comment:	Battery sign installed at tank battery.		
Corrective Action:			Date:
Emergency Contact Number:			
Comment:	911		
Corrective Action:			Date: _____
Good Housekeeping:			
Type	WEEDS		
Comment:	Multiple places with weeds on location. See photo #0330, 0331 and #0332		
Corrective Action:	Production facilities, shall be kept free of weeds. Remove weeds from location		Date: 08/10/2019
Overall Good: <input type="checkbox"/>			
Spills:			
Type	Area	Volume	
In Containment: No			
Comment: _____			
<input type="checkbox"/> Multiple Spills and Releases?			
Fencing/:			
Type	WELLHEAD		
Comment:	Hog panels		
Corrective Action:			Date:
Equipment:			
Type: Ancillary equipment	# 1		corrective date

Comment: Unmarked tank by wellhead		Date:	
Corrective Action:		Date:	
Type: Pump Jack	# 1		
Comment:			
Corrective Action:		Date:	
Type: Deadman # & Marked	# 4		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
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
PRODUCED WATER	1	300 BBLs	STEEL AST		,
Comment:					
Corrective Action:					Date:

Paint

Condition	Adequate	
Other (Content)		
Other (Capacity)		
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:	
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Inspected FacilitiesFacility ID: 222107 Type: WELL API Number: 077-08709 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____Comment: Well last produced October 2014. Last MIT preformed on 11/13/2013 refer to document #2450053. MIT required.Corrective Action: Well is overdue for Mechanical Integrity Test. Prefrom MIT on well. Date: 01/31/2020

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

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
		Gravel				
Ditches						
		Culverts				
		Ditches				
Berms						
Compaction						
Gravel						
		Compaction				

Comment: 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
699800296	Photos for Insp. #699800295	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5025594