

**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:

03/25/2020

Submitted Date:

03/25/2020

Document Number:

699800784**FIELD INSPECTION FORM**Loc ID 312513 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:12 Number of Comments7 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		shaun.kellerby@state.co.us	
, Engineering		dnr_cogccengineering@state.co.us	
Pesicka, Conor		conor.pesicka@state.co.us	
Graves, Jim	(970) 858-8550	mrinc20@qwestoffice.net	Operations Manager
Jordan, Reid	970-563-4000	maralextechjr@gmail.com	Ignacio

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
221821	WELL	SI	09/01/2017	GW	077-08423	FEDERAL 25-4	SI

General Comment:**COGCC Inspection Report Summary**

On Wednesday 3/25/20 at approximately 13:00 hours, I, Inspector Corey De Paolo, Conducted a follow up inspection at MARALEX RESOURCES INC FEDERAL-68S98W /25NWSE, Location #312513 in Mesa County Colorado.

Refer to document #696600425 inspection conducted on 8/1/19. Not all previous 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 maintained. See photo #0826 and #0827 with a previous corrective action date of 9/2/19. Battery sign not posted. See photo #0833 with a previous corrective action date of 5/18/19. Debris around equipment and inside pit. See photo #0832, #0831 and #0829 with a previous corrective action date of 8/10/19. Tank containment berm needs repaired. See photo #0834 with a previous corrective actions date of 9/2/19. No pit permit on record. With a previous corrective action date of 8/15/19. Hole in wildlife protection device. See photo #0830 with a corrective action date of 4/4/20. MIT required on well. With a corrective action date of 4/25/20.

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 maintained. See photo #0826 and #0827		
Corrective Action	Repair and maintain lease road.		Date: 09/02/2019
Overall Good: <input type="checkbox"/>			
Signs/Marker:			
Type	BATTERY		
Comment:	Battery sign not posted. See photo #0833		
Corrective Action:	Within sixty (60) days after the installation of a battery, a permanent sign shall be located at the battery. Install battery sign.		Date: 05/18/2019
Type	WELLHEAD		
Comment:			
Corrective Action:			Date:
Emergency Contact Number:			
Comment:	911		
Corrective Action:			Date: _____
Good Housekeeping:			
Type	DEBRIS		
Comment:	Debris around equipment and inside pit. See photo #0831, #0832 and #0829		
Corrective Action:	Production facilities, shall be kept free of rubbish. Remove all debris 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	TANK BATTERY		
Comment:	Hog panels		
Corrective Action:			Date:
Equipment:			
Type: Horizontal Heated Separator	# 1		corrective date
Comment:			
Corrective Action:			Date:
Type: Vertical Separator	# 1		
Comment:			
Corrective Action:			Date:
Type: Bird Protectors	# 2		
Comment:			

Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:			
Corrective Action:		Date:	
Type: Deadman # & Marked	# 1		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 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 Insufficient	Base Sufficient	Inadequate
Comment:	Tank containment berm needs repaired. See photo #0834			
Corrective Action:	Berms or other secondary containment devices shall be sufficiently impervious to contain any spilled or released material. Repair tank containment berm.			Date: 09/02/2019

Venting:

Yes/No	NO	
Comment:		
Corrective Action:		Date:

Flaring:

Type	
Comment:	
Corrective Action:	Date:

Inspected FacilitiesFacility ID: 221821 Type: WELL API Number: 077-08423 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned

Reminder: _____

Comment: Last produce July 2010. No MIT on record.Corrective Action: A mechanical integrity test shall be performed on each shut-in well within two years of the initial shut-in date. Preform MIT on well.Date: 04/25/2020

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				
Compaction						
		Compaction				
Berms						

Comment: Corrective Action: Date: **Pits:** ☐ NO SURFACE INDICATION OF PITType: BlowdownLined: NOPit ID: Lat: Long: Reference Point: Other: Length: Width: **Lining:**Liner Type: Liner Condition: Comment: No pit permit on record.

Corrective Action

Submit an eForm 15 Pit Report to update COGCC records with current information.Date: 08/15/2019**Fencing:**Fencing Type: LivestockFencing Condition: AdequateComment:

Corrective Action

Date: **Netting:**Netting Type: MeshNetting Condition: HolesComment: Hole in wildlife protection device. See photo #0830

Corrective Action

The operator shall take precautions to prevent significant adverse environmental impacts to the environment and wildlife resources. Repair wildlife protection device.Date: 04/04/2020Anchor Trench Present: NOOil Accumulation: NO2+ feet Freeboard: YESComment:

Corrective Action

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

Document Num	Description	URL
699800785	Photos for Insp. #699800784	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5105290