

**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:

05/13/2020

Submitted Date:

05/13/2020

Document Number:

699801094

FIELD INSPECTION FORMLoc ID 312662 Inspector Name: De Paolo, Corey On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC Operator Number: 53255

Name of Operator: MARALEX RESOURCES INC

Address: P O BOX 338

City: IGNACIO State: CO Zip: 81137

Status Summary:

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

Findings:

9 Number of Comments

5 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
Graves, Jim		mrinc20@maralexinc.com	
Kellerby, Shaun		shaun.kellerby@state.co.us	
, Engineering		dnr_cogccengineering@state.co.us	
Pesicka, Conor		conor.pesicka@state.co.us	
Jordan, Reid		maralextechjr@gmail.com	

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 5/13/20 at approximately 12:30 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 #699800295 inspection conducted on 12/31/19. 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 and #1173 with a previous corrective action date of 9/2/19. Tank label and placards are weathered and not legible. See photo #0329 and #1175 with a previous corrective action date of 3/2/20. Tank by wellhead is not properly labeled. See photo #0333 and #1179 with a previous corrective action date of 3/2/20. Multiple places with weeds and debris on location. See photo #0330, #1176, #0331 and #1177 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 previous 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 and #1173			
Corrective Action	Properly repair and maintain access road.			Date: 09/02/2019
Overall Good: <input type="checkbox"/>				
Signs/Marker:				
Type	CONTAINERS			
Comment:	Tank by wellhead is not properly labeled. See photo #0333 and #1179			
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: 03/03/2020
Type	WELLHEAD			
Comment:				
Corrective Action:				Date:
Type	TANK LABELS/PLACARDS			
Comment:	Tank label and placards are weathered and not legible. See photo #0329 and #1175			
Corrective Action:	Operators shall maintain signs in a legible condition, and shall replace damaged signs. Replace tank label and placards.			Date: 03/03/2020
Type	BATTERY			
Comment:				
Corrective Action:				Date:
Emergency Contact Number:				
Comment:	911			
Corrective Action:				Date: _____
Good Housekeeping:				
Type	DEBRIS			
Comment:	Multiple places with weeds and debris on location. See photo #0330, #1176, #0331 and #1177			
Corrective Action:	Production facilities, shall be kept free of weeds and debris. Remove weeds 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	WELLHEAD			
Comment:	Hog panels			
Corrective Action:				Date:
Equipment:				
Type: Bird Protectors	# 1			corrective date

Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 1		
Comment:			
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Pump Jack	# 1		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Unmarked tank by wellhead		
Corrective Action:		Date:	
Type: Deadman # & Marked	# 4		
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
		Ditches				
		Culverts				
Ditches						
Berms						
Gravel						
		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
402397843	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5149830
699801095	Photos for Insp. #699801094	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5149826