

**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:

07/29/2020

Submitted Date:

07/29/2020

Document Number:

699801528**FIELD INSPECTION FORM**Loc ID: 312548 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:

14 Number of Comments

6 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
Jordan, Reid		maralextechjr@gmail.com	
Graves, Jim		mrinc20@maralexinc.com	
Pesicka, Conor		conor.pesicka@state.co.us	
Kellerby, Shaun		shaun.kellerby@state.co.us	
, BLM		jbyers@blm.gov	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
221891	WELL	PR	10/01/2019	GW	077-08493	USA 1-18 JC	PR

General Comment:**COGCC Inspection Report Summary**

On Wednesday 7/29/20 at approximately 13:30 hours, I, Inspector Corey De Paolo, Conducted a follow up inspection at MARALEX RESOURCES INC USA-69S98W /18NESW, Location #312654 in Mesa County Colorado.

Refer to document #699800988 inspection conducted on 4/27/2020. Not all corrective actions have been completed.

While there, I observed normal production operations.

During this inspection the following possible compliance issues were observed: Battery sign is weathered and not legible. See photo #1052 and #1639 with a previous corrective action date of 7/27/20. Tank capacity, contents and NFPA label weathered and not legible. See photo #1053 and #1640 with a previous corrective action date of 7/27/20. Multiple places with debris on location. See photo #1055, #1642, #1056 and #1643 with a previous corrective action date of 5/11/20. Unused supplies and equipment. See photo #1057 and #1644 with a corrective action date of 7/27/20. Tank berm has eroded. See photo #1060 and #1641 with a corrective action date of 6/6/20. No pit permit on record for both pits. With a previous corrective action date of 8/5/19.

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:			
Corrective Action	L	Date:	
Overall Good: <input checked="" type="checkbox"/>			
Signs/Marker:			
Type	BATTERY		
Comment:	Battery sign is weathered and not legible. See photo #1052 and #1639		
Corrective Action:	Operators shall maintain signs in a legible condition, and shall replace damaged signs. Replace sign.	Date:	07/27/2020
Type	TANK LABELS/PLACARDS		
Comment:	Tank capacity, contents and NFPA label weathered and not legible. See photo #1053 and #1640		
Corrective Action:	All tanks with a capacity of ten (10) barrels or greater shall be labeled with tank capacity, contents and NFPA label. Properly label tank.	Date:	07/27/2020
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Emergency Contact Number:			
Comment:	970-563-5000		
Corrective Action:		Date:	
Good Housekeeping:			
Type	DEBRIS		
Comment:	Multiple places with debris on location. See photo #1055, #1642, #1056 and #1643		
Corrective Action:	Production facilities, shall be kept free of weeds and rubbish. Remove all debris from location.	Date:	05/11/2020
Type	STORAGE OF SUPL		
Comment:	Unused supplies and equipment. See photo #1057 and #1644		
Corrective Action:	Production facilities, shall be kept free of equipment and supplies not necessary for use on that lease. Remove unused supplies from location.	Date:	07/27/2020
Overall Good: <input type="checkbox"/>			
Spills:			
Type	Area	Volume	
In Containment: No			
Comment:			
<input type="checkbox"/> Multiple Spills and Releases?			
Fencing/:			
Type	SEPARATOR		
Comment:	Pipe rail fence		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Pipe rail fence		

Corrective Action:		Date:	
Type	PIT		
Comment:	Netting		
Corrective Action:		Date:	
Type	TANK BATTERY		
Comment:	Barbed wire fence		
Corrective Action:		Date:	

Equipment:

				corrective date
Type: Horizontal Heated Separator	# 1			
Comment:				
Corrective Action:				Date:
Type: Vertical Separator	# 1			
Comment:				
Corrective Action:				Date:
Type: Plunger Lift	# 1			
Comment:				
Corrective Action:				Date:
Type: Deadman # & Marked	# 2			
Comment:				
Corrective Action:				Date:
Type: Gas Meter Run	# 1			
Comment:				
Corrective Action:				Date:
Type: Bird Protectors	# 4			
Comment:				
Corrective Action:				Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS	
OTHER	1	OTHER	STEEL AST		,	
Comment:	Tank contents and capacity not legible.					
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 Insufficient	Inadequate	
Comment:	Tank berm has eroded. See photo #1060 and #1641				

Corrective Action:	Berms or other secondary containment devices shall be sufficiently impervious to contain any spilled or released material. Repair berm.	Date:	06/06/2020
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Venting:

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities

Facility ID: 221891 Type: WELL API Number: 077-08493 Status: PR Insp. Status: PR

Idle Well

Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____

Comment: well last produced February 2020.

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
		Berms	Pass			
Ditches	Pass					
		Ditches	Pass			
Berms	Pass					

Comment:

Corrective Action:

Date: _____

Pits: ☐ NO SURFACE INDICATION OF PITType: BlowdownLined: NO

Pit ID:

Lat:

Long:

Reference Point: _____

Other: _____

Length: _____

Width: _____

Lining:

Liner Type:

Liner Condition:

Comment: No pit permit on record for both pits.

Corrective Action

Submit an eForm 15 Pit Report to update COGCC records with current information.Date: 08/05/2019**Fencing:**Fencing Type: WildlifeFencing Condition: Adequate

Comment:

Corrective Action

Date:

Netting:Netting Type: MeshNetting Condition: Good

Comment:

Corrective Action

Date:

Anchor Trench Present: NOOil Accumulation: NO2+ feet Freeboard: YES

Comment:

Corrective Action

Date:

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

Document Num	Description	URL
699801529	Photos for Insp. #699801528	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5213492