

**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:

08/10/2020

Submitted Date:

08/11/2020

Document Number:

696201633

FIELD INSPECTION FORM

Loc ID 425805 Inspector Name: Trujillo, Aaron On-Site Inspection 2A Doc Num: _____

Status Summary:

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

Operator Information:

OGCC Operator Number: 10456
Name of Operator: CAERUS PICEANCE LLC
Address: 1001 17TH STREET #1600
City: DENVER State: CO Zip: 80202

Findings:

- 7 Number of Comments
- 2 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 |
|--------------|-------|---------------------------------------|---------------------------------|
| , | | COGCC.inspections@caerusoilandgas.com | All Inspections |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|----------|--------|-------------|------------|-----------|--------------------|-------------|
| 425805 | LOCATION | AC | 04/01/2020 | | - | NPR H15-596 | RI |
| 454264 | WELL | PA | 10/17/2018 | GW | 045-23854 | NPR H15 25C-10 596 | RI |

General Comment:

On 8/10/2020, Reclamation Specialist Trujillo conducted an interim reclamation and stormwater inspection for Caerus Piceance's NPR H15 -596 location in Garfield County, Colorado.

This inspection is also a followup inspection to #696201499 and #696201497 to document compliance with the following corrective actions:

The following compliance issues were observed during this inspection:

- 603.f- Storage of unused equipment.
- 603.f- Weeds
- 1002.f- Stormwater

Any corrective action(s) from previous inspections that have not been addressed are still applicable.

Location

Overall Good:

Signs/Marker:

| | | | | |
|--------------------|--|--|-------|------------|
| Type | WELLHEAD | | | |
| Comment: | Inspection #696201499 observed signage missing from several wells on the Location and required Operator to comply with Rule 210.b by 9/24/2020 | | | |
| | This CA remains applicable. A followup inspection will be conducted to determine compliance with COGCC 200 series rules. | | | |
| Corrective Action: | Install signage to comply with Rule 210.b. | | Date: | 09/24/2020 |

Emergency Contact Number:

| | | | |
|--------------------|----------------------|-------|----------------------|
| Comment: | <input type="text"/> | | |
| Corrective Action: | <input type="text"/> | Date: | <input type="text"/> |

Good Housekeeping:

| | | | | |
|--------------------|--|--|-------|--|
| Type | STORAGE OF SUPL | | | |
| Comment: | Inspection #696201499 observed various unused pipe equipment stored on the Location. | | | |
| | Equipment appears to have been removed. This corrective action has been addressed. | | | |
| Corrective Action: | | | Date: | |
| Type | WEEDS | | | |
| Comment: | Inspection #696201499 observed noxious weeds on the Location and required Operator to conduct weed management. | | | |
| | It was observed in this inspection that weeds appear to have been removed. The corrective action has been addressed. | | | |
| | Continue to monitor and manage Location for weeds pursuant to 603.f and 1003.f | | | |
| Corrective Action: | | | Date: | |

Overall Good:

Spills:

| Type | Area | Volume | | |
|------|------|--------|--|--|
| | | | | |

In Containment: No

Comment:

Multiple Spills and Releases?

Venting:

| | | | |
|--------------------|--|-------|--|
| Yes/No | | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Flaring:

| | | | |
|--------------------|--|-------|--|
| Type | | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Inspected Facilities

Facility ID: 425805 Type: LOCATION API Number: - Status: AC Insp. Status: RI

Facility ID: 454264 Type: WELL API Number: 045-23854 Status: PA Insp. Status: RI

Reclamation - Storm Water - Pit

Interim Reclamation:

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: OTHER, RANGELAND

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND SEGREGATION _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? _____

Comment _____

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment _____

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? _____

Comment _____

Corrective Action _____

Date _____

1003b. Area no longer in use? Pass Production areas stabilized ? _____
 1003c. Compacted areas have been cross ripped? Pass
 1003d. Drilling pit closed? _____ Subsidence over on drill pit? _____
 Cuttings management: _____
 1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? In
 Production areas have been stabilized? Pass Segregated soils have been replaced? Pass

RESTORATION AND REVEGETATION

Cropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-Cropland

Top soil replaced Pass Recontoured Pass 80% Revegetation In

1003e. INTERIM VEGETATION TRANSECT
 TRANSECT RESULTS OF DISTURBED AREA% _____
 TRANSECT RESULTS OF REFERENCE AREA% _____
 TOTAL % OF DESIRABLE VEGETATION COVER _____
 VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? P

Comment It was observed in this inspection that interim reclamation of the Location is in process; Continue performing interim reclamation pursuant to 1003 rules.

Corrective Action Date _____

Overall Interim Reclamation

Final Reclamation/ Abandoned Location:

Date Final Reclamation Started: _____ Date Final Reclamation Completed: _____

Final Land Use: OTHER, RANGELAND

Reminder: _____

Comment:

Well plugged _____ Pit mouse/rat holes, cellars backfilled _____

Debris removed _____ No disturbance /Location never built _____

Access Roads Regraded _____ Contoured _____ Culverts removed _____

Gravel removed _____

Location and associated production facilities reclaimed _____ Locations, facilities, roads, recontoured _____

Compaction alleviation _____ Dust and erosion control _____

Non cropland: Revegetated 80% _____ Cropland: perennial forage _____

Weeds present _____ Subsidence _____

1004.d. FINAL VEGETATION TRANSECT
 TRANSECT RESULTS OF DISTURBED AREA% _____
 TRANSECT RESULTS OF REFERENCE AREA% _____
 TOTAL % OF DESIRABLE VEGETATION COVER _____
 VEGETATIVE COVER _____

Comment:

Inspection #696201497] observed a riser remaining in the GPS position of the PAd NPR H15 25C-10 596 well (045-23854) ; third spot north, in the northwest Well Line up.

Inspection required Operator to comply with 1004 rules and remove riser by 8/15/2020

This corrective action remains applicable. A followup inspection will be conducted to determine compliance with COGCC 1000 series rules

Corrective Action: **Comply with 1004 rules and remove riser.**

Date **08/15/2020**

Overall Final Reclamation

Well Release on Active Location

Multi-Well Location

Attached Documents

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

| Document Num | Description | URL |
|--------------|-------------------|---|
| 696201634 | Inspection Photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5221382 |