

**FORM
INSP**Rev
X/20**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:

08/06/2021

Submitted Date:

08/09/2021

Document Number:

700703091

FIELD INSPECTION FORM

Loc ID 335843 Inspector Name: Ramsey, Scott On-Site Inspection ☐ 2A Doc Num: _____

Operator Information:

OGCC Operator Number: 10456

Name of Operator: CAERUS PICEANCE LLC

Address: 1001 17TH STREET #1600

City: DENVER State: CO Zip: 80202

Status Summary:

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

Findings:

9 Number of Comments

3 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 |
|--------------|-------|---|---------|
| , Caerus | | COGCC.inspections@caerus oilandgas.com | |
| Thomson, Bud | | BLThomps@BLM.gov | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|-----------------------------------|-------------|
| 268488 | WELL | PR | 02/01/2021 | GW | 103-10340 | FIGURE FOUR UNIT 8002B A11 498 | PR |
| 283561 | WELL | PR | 02/01/2021 | GW | 103-10711 | FIGURE FOUR UNIT 8007D A11 498 | PR |

General Comment:**COGCC Inspection Report Summary**

On Friday 8/6/2021 at approximately 1000, I, Inspector Scott Ramsey, conducted a routine inspection at Caerus Figure Four A11, at Location # 335843 in Rio Blanco county Colorado.

While there, I observed normal production operations. All meters have been calibrated on location within the past year. This location is within or in close proximity to a CPW Density/High Priority Habitat, black bear, NSO habitat, Wildlife Management Area and BLM stipulations area. Operator (Caerus) has provided documentation of their Best Management Practices for Sediment Tracking Controls. During this inspection the following compliance issues were observed:

1. No battery signage.
 2. Random debris.
 3. Hole in containment next to patch
- Refer to photograph of observed compliance issue.

A follow up on this site inspection will 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 type="checkbox"/> | | | | |
| Signs/Marker: | | | | |
| Type | CONTAINERS | | | |
| Comment: | | | | |
| Corrective Action: | | | | Date: |
| Type | BATTERY | | | |
| Comment: | No battery signage. | | | |
| Corrective Action: | Comply with rule 605.e | | | Date: 09/17/2021 |
| Type | TANK LABELS/PLACARDS | | | |
| Comment: | | | | |
| Corrective Action: | | | | Date: |
| Type | WELLHEAD | | | |
| Comment: | | | | |
| Corrective Action: | | | | Date: |
| Emergency Contact Number: | | | | |
| Comment: | 911 | | | |
| Corrective Action: | | | | Date: _____ |
| Good Housekeeping: | | | | |
| Type | DEBRIS | | | |
| Comment: | random debris | | | |
| Corrective Action: | remove debris | | | Date: 08/20/2021 |
| Overall Good: <input type="checkbox"/> | | | | |
| Spills: | | | | |
| Type | Area | Volume | | |
| In Containment: No | | | | |
| Comment: | | | | |
| <input type="checkbox"/> Multiple Spills and Releases? | | | | |
| Equipment: | | | | |
| Type: Bird Protectors | # 2 | | | corrective date |
| Comment: | | | | |
| Corrective Action: | | | | Date: |
| Type: Ancillary equipment | # 4 | | | |
| Comment: | Two (2) chemical tanks at wells in plastic containments and Two (2) 500 gallon methanol tanks in tank battery containment. | | | |
| Corrective Action: | | | | Date: |

| | | |
|-----------------------------------|-----|-------|
| Type: Horizontal Heated Separator | # 2 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Bradenhead | # 2 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Plunger Lift | # 2 | |
| Comment: | | |
| Corrective Action: | | Date: |

Tanks and Berms:

| | | | | | |
|--------------------|---|----------|------------------|---------|--------|
| Contents | # | Capacity | Type | Tank ID | SE GPS |
| CONDENSATE | 3 | 400 BBLS | HEATED STEEL AST | | , |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

| | | |
|------------------|----------|--|
| Condition | Adequate | |
| Other (Content) | | |
| Other (Capacity) | | |
| Other (Type) | | |

Berms

| | | | | |
|--------------------|---|---------------------|---------------------|------------------|
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
| Metal | Adequate | Walls Insufficient | Base Sufficient | Inadequate |
| Comment: | hole in containment next to patch | | | |
| Corrective Action: | Install liner material to ensure spill or released materials will be maintained with containment structure. | | | Date: 09/17/2021 |

Venting:

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

Flaring:

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

Inspected FacilitiesFacility ID: 268488 Type: WELL API Number: 103-10340 Status: PR Insp. Status: PR**Producing Well**Comment: producing

Corrective Action:

Date:

Facility ID: 283561 Type: WELL API Number: 103-10711 Status: PR Insp. Status: PR**Producing Well**Comment: producing

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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| | | Ditches | | | | |
| Berms | | | | | | |
| | | Culverts | | | | |
| Ditches | | | | | | |

Comment: This location is within or in close proximity to a CPW Density/High Priority Habitat, black bear, NSO habitat, Wildlife Management Area and BLM stipulations area. Operator (Caerus) has provided documentation of their Best Management Practices for Sediment Tracking Controls.

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 |
|--------------|----------------------|---|
| 402773998 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5501096 |
| 700703101 | photo log | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5501081 |