

FORM
INSPRev
X/20State of Colorado
Oil and Gas Conservation Commission1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109

Inspection Date:

03/01/2022

Submitted Date:

03/01/2022

Document Number:

700703925

FIELD INSPECTION FORM

 Loc ID 335466 Inspector Name: Ramsey, Scott 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:

- 10 Number of Comments
- 1 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 | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|-----------------------|-------------|
| 269233 | WELL | PR | 01/12/2004 | GW | 045-09335 | RAILSBACK 32-3D (F32) | PR |
| 269235 | WELL | SI | 10/01/2021 | GW | 045-09336 | RAILSBACK 32-6D (F32) | SI |
| 269636 | WELL | PR | 04/26/2004 | GW | 045-09333 | COUEY 32-4D (F32) | PR |

General Comment:**COGCC Inspection Report Summary**

On Tuesday 3/1/2022 at approximately 1000, I, Inspector Scott Ramsey, conducted a routine inspection at Caerus F32, at Location # 335466 in Garfield county Colorado.

Any Corrective Actions from previous Inspections that have not been addressed are still applicable.

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. Operator (Caerus) has provided documentation of their Best Management Practices for Sediment Tracking Controls.

Location and access road snow covered. Plowed.

During this inspection the following compliance issues were observed:

1. Lack of battery signage

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: | Snow covered | | |
| Corrective Action: | | | Date: |

Overall Good:

| | | | |
|----------------------|--|--|------------------|
| Signs/Marker: | | | |
| Type | BATTERY | | |
| Comment: | Lack of battery signage | | |
| Corrective Action: | Provide proper signage | | Date: 05/06/2022 |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type | OTHER | | |
| Comment: | Separator units include attached storage tanks. The sight glass located on the side of the unit indicates the storage tank is full of an unknown fluid. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tank. | | |
| Corrective Action: | | | Date: |
| Type | CONTAINERS | | |
| Comment: | | | |
| Corrective Action: | | | Date: |

| | | | |
|----------------------------------|-----|--|-------------|
| Emergency Contact Number: | | | |
| Comment: | 911 | | |
| Corrective Action: | | | Date: _____ |

| | | | |
|---------------------------|--------|--|-------|
| Good Housekeeping: | | | |
| Type | DEBRIS | | |
| Comment: | | | |
| Corrective Action: | | | Date: |

Overall Good:

| | | | |
|----------------|------|--------|--|
| Spills: | | | |
| Type | Area | Volume | |

In Containment: No _____

Comment: _____

Multiple Spills and Releases?

| | | | |
|-------------------|-----|--|-----------------|
| Equipment: | | | corrective date |
| Type: Bradenhead | # 3 | | |
| Comment: | | | |

| | | | |
|---------------------------------|---|-------|--|
| Corrective Action: | | Date: | |
| Type: Ancillary equipment | # 1 | | |
| Comment: | 500 gallon methanol tank in metal containment | | |
| Corrective Action: | | Date: | |
| Type: Vertical Heated Separator | # 3 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Bird Protectors | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Deadman # & Marked | # 4 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Plunger Lift | # 3 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| CONDENSATE | 1 | 500 BBLs | 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 Sufficient | Base Sufficient | Adequate |
| Comment: | | | | |
| Corrective Action: | | | | Date: |

Venting:

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

Flaring:

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

Inspected Facilities

Facility ID: 269233 Type: WELL API Number: 045-09335 Status: PR Insp. Status: PR

Producing Well

Comment: Producing

Corrective Action:

Date:

Facility ID: 269235 Type: WELL API Number: 045-09336 Status: SI Insp. Status: SI

Idle Well

Purpose: Shut In Temporarily Abandoned

Reminder: _____

Comment: Last produced 9/2021

Corrective Action:

Date: _____

Facility ID: 269636 Type: WELL API Number: 045-09333 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| | | | | | | |

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 |
|--------------|-------------|---|
| 700703933 | Photo log | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5678291 |