

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:

04/19/2022

Submitted Date:

04/19/2022

Document Number:

699804394

FIELD INSPECTION FORM

 Loc ID 334750 Inspector Name: De Paolo, Corey On-Site Inspection 2A Doc Num: _____
Status Summary:

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

Findings:

18 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**

Operator Information:

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

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 |
|-------------|------|--------|-------------|------------|-----------|---------------------------------|-------------|
| 283783 | WELL | PR | 11/14/2007 | GW | 045-12001 | ENCANA 21-6BB(PF21) | PR |
| 283785 | WELL | PR | 07/03/2006 | GW | 045-12000 | ENCANA 21-6 (PF21) | PR |
| 283787 | WELL | PR | 03/01/2012 | GW | 045-11999 | ENCANA 21-5 (PF21) | PR |
| 283790 | WELL | PR | 11/14/2007 | GW | 045-11998 | ENCANA 21-3BB(PF21) | PR |
| 288991 | WELL | PR | 06/23/2007 | GW | 045-13627 | ENCANA FEDERAL 21-2 (PF 21) | PR |
| 288992 | WELL | PR | 11/14/2007 | GW | 045-13626 | ENCANA FEDERAL 21-7BB (PF21) | PR |
| 288993 | WELL | PR | 06/23/2007 | GW | 045-13625 | ENCANA FEDERAL 21-7 (PF21) | PR |

General Comment:**COGCC Inspection Report Summary**

On Monday 4/18/22 at approximately 12:30 hours, I, Inspector Corey De Paolo, Conducted a follow up inspection at CAERUS PICEANCE LLC ENCANA-67S95W /21SEW. Location #334750 in Garfield County Colorado.

Refer to document #699803973 inspection conducted on 1/6/22. Previous corrective actions have not been completed.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

1) No battery sign located at the tank battery with a previous corrective action date of 7/23/21.

- Location is located in a high priority habitat area.

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

Overall Good:

| Signs/Marker: | | | |
|----------------------|--|-------|------------|
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | OTHER | | |
| Comment: | Separator units include an attached storage tank. The storage tank is approximately 2'x3'x14' with an approximate capacity of 15 bbl. 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 | BATTERY | | |
| Comment: | No battery sign located at the tank battery. | | |
| Corrective Action: | A permanent, conspicuous sign will be located at the tank battery | Date: | 07/23/2021 |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

| | | | |
|----------------------------------|------------------|-------|-------|
| Emergency Contact Number: | | | |
| Comment: | 911/970-285-2615 | | |
| Corrective Action: | | Date: | _____ |

Overall Good:

| Spills: | | | |
|--|-------|--------|--|
| Type | Area | Volume | |
| In Containment: No | | | |
| Comment: | _____ | | |
| <input type="checkbox"/> Multiple Spills and Releases? | | | |

| Equipment: | | | corrective date |
|---------------------------------|---|-------|-----------------|
| Type: Gas Meter Run | # 1 | | |
| Comment: | Summit midstream | | |
| Corrective Action: | | Date: | |
| Type: Bradenhead | # 7 | | |
| Comment: | Pressure transducers located on braden head. All braden head valves are accessible. | | |
| Corrective Action: | | Date: | |
| Type: Plunger Lift | # 7 | | |
| Comment: | All wells on plunger lift | | |
| Corrective Action: | | Date: | |
| Type: Vertical Heated Separator | # 7 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 7 | | |

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

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS | |
|--------------------|---|----------|-----------|---------|--------|--|
| METHANOL | 1 | 1000 GAL | 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: | Centralized containment | | | | |
| Corrective Action: | | | | | |
| | | | | Date: | |

| Contents | # | Capacity | Type | Tank ID | SE GPS | |
|--------------------|---|----------|-----------|---------|--------|--|
| CONDENSATE | 2 | 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 | |
|--------------------|-------------------------|---------------------|---------------------|-------------|--|
| Metal | Adequate | Walls Sufficient | Base Sufficient | Adequate | |
| Comment: | Centralized containment | | | | |
| Corrective Action: | | | | | |
| | | | | Date: | |

Venting:

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

Flaring:

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

| Inspected Facilities | | | | | | | | | |
|-----------------------|-----------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID: | 283783 | Type: | WELL | API Number: | 045-12001 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 283785 | Type: | WELL | API Number: | 045-12000 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 283787 | Type: | WELL | API Number: | 045-11999 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 283790 | Type: | WELL | API Number: | 045-11998 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 288991 | Type: | WELL | API Number: | 045-13627 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 288992 | Type: | WELL | API Number: | 045-13626 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 288993 | Type: | WELL | API Number: | 045-13625 | 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Compaction | | | | | | |
| | | Sediment Traps | | | | |
| Sediment Traps | | | | | | |
| Berms | | | | | | |
| | | Culverts | | | | |
| Gravel | | | | | | |
| | | Gravel | | | | |
| | | Berms | | | | |
| Ditches | | | | | | |
| | | Ditches | | | | |
| | | Compaction | | | | |

Comment: Location appears to have some gravel throughout the location with light compaction. Places with light to no gravel are present on location. Light gravel and light compaction could lead to future stabilization and tracking issues.

Corrective Action:

Date: _____

Pits: NO SURFACE INDICATION OF PIT

COGCC Comments

| Comment | User | Date |
|--|----------|------------|
| Refer to Signs/Markers for corrective actions. | depaoloc | 04/19/2022 |

Attached Documents

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

| Document Num | Description | URL |
|--------------|-----------------------------|---|
| 699804395 | Photos for Insp. #699804394 | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5729867 |