

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:

07/25/2022

Submitted Date:

07/26/2022

Document Number:

702500281

FIELD INSPECTION FORM

 Loc ID 320908 Inspector Name: Klink, Alex On-Site Inspection 2A Doc Num: _____
Operator Information:OGCC Operator Number: 53255Name of Operator: MARALEX RESOURCES INCAddress: P O BOX 338City: 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 Comments4 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 |
|------------------|--------------|-----------------------------|--|
| Labowskie, Steve | | steve.labowskie@state.co.us | |
| Harrison, Trish | 970 759 9545 | trishharrison@eis-llc.com | All SW field inspections |
| Overright, Issac | | ioverright@maralexinc.com | All SW field inspections |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------|-------------|
| 295374 | WELL | PR | 11/19/2008 | CBM | 007-06246 | CONLEY 7 | PR |

General Comment:

Inspector Alex Klink on site to conduct routine inspection. Any corrective actions from previous inspections are still applicable. See link at end of report for inspection photos.

Location

Overall Good:

Signs/Marker:

| | | | |
|--------------------|--|-------|------------|
| Type | TANK LABELS/PLACARDS | | |
| Comment: | Produced water tank capacity is not listed (IMG 05). | | |
| Corrective Action: | Install sign to comply with Rule 605.h. | Date: | 08/25/2022 |

Emergency Contact Number:

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

Good Housekeeping:

| | | | |
|--------------------|--|-------|------------|
| Type | WEEDS | | |
| Comment: | Weeds established at wellhead and around location (IMG 03 and IMG 04). | | |
| Corrective Action: | Control weeds per rule 606. | Date: | 08/02/2022 |

Overall Good:

Spills:

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

In Containment: No

Comment:

Multiple Spills and Releases?

Fencing/:

| | | | |
|--------------------|------------------------------------|-------|--|
| Type | PUMP JACK | | |
| Comment: | Pump jack enclosed by stock panel. | | |
| Corrective Action: | | Date: | |

Equipment:

| Type: | | # | | corrective date |
|---------------------|--|-----|--|-----------------|
| Bird Protectors | | # 1 | | |
| Comment: | Separator vent stack is screened properly | | | |
| Corrective Action: | | | | Date: |
| Bradenhead | | # 1 | | |
| Comment: | | | | |
| Corrective Action: | | | | Date: |
| Ancillary equipment | | # 1 | | |
| Comment: | Telemetry | | | |
| Corrective Action: | | | | Date: |
| Gas Meter Run | | # 1 | | |
| Comment: | Gas meter calibration is within the last year. | | | |
| Corrective Action: | | | | Date: |
| Pump Jack | | # 1 | | |
| Comment: | | | | |
| Corrective Action: | | | | Date: |

| | | | |
|-----------------------------------|---|--|-------|
| Type: Horizontal Heated Separator | # 1 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type: Flow Line | # 3 | | |
| Comment: | 3" line from wellhead to separator, 1" line from wellhead to gas powered prime mover, line from separator to produced water | | |
| Corrective Action: | | | Date: |
| Type: Prime Mover | # 1 | | |
| Comment: | Gas powered | | |
| Corrective Action: | | | Date: |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|----------------------------------|----------|-----------|---------|-----------------------|
| PRODUCED WATER | 1 | 300 BBLs | STEEL AST | | 37.000655,-107.442738 |
| Comment: | Above ground produced water tank | | | | |
| 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 Sufficient | Inadequate |
| Comment: | Weeds established on secondary containment berm, affecting berm permeability (IMG 04). | | | |
| Corrective Action: | Control weeds on earth berms per rule 603.0 and 606. | | | Date: 08/02/2022 |

Venting:

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

Flaring:

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

Inspected Facilities

Facility ID: 295374 Type: WELL API Number: 007-06246 Status: PR Insp. Status: PR

Producing Well

Comment:

Corrective Action:

Date:

BradenHead

Date of Last Brhd Test: 09/26/2017 Annual Brhd Completed? No

Last Brhd Test Results Initial Surf Csg Pressure: 0 Fluid Type: _____

End Surf Csg Pressure: 0

Comment: Last reported Bradenhead test: 9/26/2017

01/15/2022

Corrective Action: Perform annual bradenhead test per rule 419.c

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 | Pass | | | |
| Gravel | Pass | | | | | |
| Compaction | Pass | | | | | |
| | | Gravel | Pass | | | |

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 |
|--------------|-------------|---|
| 702500282 | Photo doc | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5813105 |