

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:

12/07/2022

Submitted Date:

12/08/2022

Document Number:

702801013

FIELD INSPECTION FORM

 Loc ID 334561 Inspector Name: O'Malley, Anna 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:
 6 Number of Comments
 0 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@caerus oilandgas.com | All Inspections |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|----------|--------|-------------|------------|---------|----------------------------|-------------|
| 334561 | LOCATION | AC | | | - | SCHAEFFER-67S93W 11NESE | RI |

General Comment:

On 12/7/2022, Reclamation Specialist O'Malley conducted an interim reclamation and stormwater inspection at Caerus Piceance LLC's SCHAEFFER-67S93W/11NESE Location #334561 in Garfield County, Colorado.

Refer to the "Location," "Reclamation" and "Stormwater" sections of this inspection report for additional details.

Refer to the photo-documentation attached to this report.

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

A follow up inspection on this site will be conducted to ensure the compliance issues have been corrected to comply with COGCC rules.

Location

Overall Good:

Signs/Marker:

| | | | |
|--------------------|---|-------|--|
| Type | BATTERY | | |
| Comment: | <p>Previous inspection #700703179 observed lack of battery signage. Inspector required Operator to comply with Rule 605.e. Operator submitted FIRR #403078914 indicating sign was installed.</p> <p>It was observed in this inspection that a tank battery sign is present which complies with Rule 605.e. This corrective action has been addressed.</p> | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

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

Good Housekeeping:

| | | | |
|--------------------|--|-------|--|
| Type | OTHER | | |
| Comment: | <p>Previous inspection #700703179 observed load lines missing caps/bull plugs. Inspector required Operator to comply with Rule 603.i. Operator submitted FIRR #402987310 indicating: installed bull plug in production/water valve.</p> <p>It was observed in this inspection that all bull plugs on load lines/drain lines are installed at the time of this inspection. This corrective action has been addressed.</p> | | |
| 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: 334561 Type: LOCATION API Number: - Status: AC Insp. Status: RI

Reclamation - Storm Water - Pit

Interim Reclamation:

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

Land Use: _____

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? Pass

Comment _____

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? Pass

Comment _____

Corrective Action _____

Date _____

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

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? _____

Comment _____

Corrective Action _____

Date _____

1003b. Area no longer in use? Pass Production areas stabilized ? Pass

1003c. Compacted areas have been cross ripped? _____

1003d. Drilling pit closed? Pass Subsidence over on drill pit? Pass

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? _____

RESTORATION AND REVEGETATION

Cropland

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

Non-Cropland

Top soil replaced _____ 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 Areas of the location not needed for production, or no longer in use have been reduced and reclaimed. Interim areas are vegetated with introduced perennial grasses (smooth brome, crested wheatgrass, intermediate wheatgrass).

Corrective Action

Date _____

Overall Interim Reclamation In Process

Final Reclamation/ Abandoned Location:

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

Final Land Use: _____

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:

Corrective Action:

Date _____

| | | |
|---------------------------|--|--|
| Overall Final Reclamation | Well Release on Active Location <input type="checkbox"/> | Multi-Well Location <input type="checkbox"/> |
|---------------------------|--|--|

Storm Water:

| Loc Erosion BMPs | BMP Maintenance | Lease Road Erosion BMPs | Lease BMP Maintenance | Chemical BMPs | Chemical BMP Maintenance | Comment |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Compaction | | | | | | |
| Gravel | | | | | | |
| Ditches | | | | | | |
| Seeding | | | | | | |
| Berms | | | | | | |

Comment: Previous inspection #700703179 observed access road shows signs of erosion and lack of stabilization. Inspector required Operator to install or repair required BMPs. Operator submitted FIRR #403095596 indicating "Delay due to location covered in ice. Graded access road and pad surfaced."

It was observed in this inspection that the access road and pad surface are frozen and snow covered. Detailed stormwater assessment not possible at the time of this inspection, however it appears that the pad surface is stable and previously eroded areas at the edge of the access road remain. Refer to attached photos. A follow up inspection is required to assess stability of the access road.

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 |
|--------------|-------------------|---|
| 702801014 | Inspection Photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5938950 |