

**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:

03/18/2024

Submitted Date:

03/18/2024

Document Number:

696306107

FIELD INSPECTION FORMLoc ID 434893 Inspector Name: PETRIE, ERICA On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC Operator Number: 10651

Name of Operator: VERDAD RESOURCES LLC

Address: 1125 17TH STREET SUITE 550

City: DENVER State: CO Zip: 80202

Status Summary:☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**

17 Number of Comments

2 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 |
|--------------|-------|--------------------------|---------------------------------|
| , | | Regulatory@verdadoil.com | All Inspections |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|----------|--------|-------------|------------|-----------|----------------------|-------------|
| 434893 | LOCATION | AC | | | - | Castor 4-36-9-59 PAD | AC |
| 434899 | WELL | PR | 08/01/2023 | OW | 123-38368 | CASTOR 4-36-9-59 | PR |
| 434900 | WELL | SI | 08/01/2023 | OW | 123-38369 | CASTOR 5-36-9-59 | SI |
| 435309 | WELL | SI | 08/01/2023 | OW | 123-38577 | Castor 7-36-9-59 | SI |

General Comment:[This is a Well and Tank Battery Inspection](#)

LocationOverall Good: ☒

| | | | |
|----------------------|---------------------------------------------------------------|-------|------------|
| Signs/Marker: | | | |
| Type | BATTERY | | |
| Comment: | Adequate | | |
| Corrective Action: | | Date: | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | Various Tanks - NFPA, Content and Capacity Labels. See photos | | |
| Corrective Action: | Install sign to comply with Rule 605.h. | Date: | 04/19/2024 |
| Type | CONTAINERS | | |
| Comment: | Adequate | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | Adequate | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

Comment:

Corrective Action:

Date: _____

Good Housekeeping:

| | | | |
|--------------------|------------------------------------------------|-------|------------|
| Type | DEBRIS | | |
| Comment: | Belt Debris at Middle Pumping Unit; see photos | | |
| Corrective Action: | Comply with Rule 606 | Date: | 04/01/2024 |

Overall Good: ☐

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

In Containment: No

Comment:

☐ Multiple Spills and Releases?**Fencing/:**

| | | | |
|--------------------|-------------|-------|--|
| Type | WELLHEAD | | |
| Comment: | Panels | | |
| Corrective Action: | | Date: | |
| Type | LOCATION | | |
| Comment: | Barbed Wire | | |
| Corrective Action: | | Date: | |

Equipment:

| | | | |
|-------------------------------|-----|-------|-----------------|
| Type: Vertical Heater Treater | # 3 | | corrective date |
| Comment: | | | |
| Corrective Action: | | Date: | |

| | | |
|-------------------------------|---------------------------------|-------|
| Type: Bradenhead | # 3 | |
| Comment: | Appear to be plumbed to surface | |
| Corrective Action: | | Date: |
| Type: Emission Control Device | # 2 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Vertical Separator | # 4 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Prime Mover | # 3 | |
| Comment: | Electrical Motors | |
| Corrective Action: | | Date: |
| Type: Pump Jack | # 3 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Flare | # 1 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Gas Meter Run | # 4 | |
| Comment: | | |
| Corrective Action: | | Date: |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|----------------|---------|--------|
| PRODUCED WATER | 3 | 400 BBLs | FIBERGLASS AST | | , |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

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

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | |
|--------------------|--------------------------------------|---------------------|---------------------|-------------|-----------------------|
| | | | | | |
| Comment: | Shares berm with the Crude Oil Tanks | | | | |
| Corrective Action: | | | | Date: | |
| Contents | # | Capacity | Type | Tank ID | SE GPS |
| CRUDE OIL | 9 | 400 BBLs | STEEL AST | | 40.713800,-103.918240 |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

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

Berms

| | | | | | |
|--------------------|----------|---------------------|---------------------|-------------|-------------------|
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | |
| Metal | Adequate | Walls Sufficent | Base Sufficent | Adequate | |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: <div></div> |

Venting:

| | | | |
|--------------------|----|--|-------------------|
| Yes/No | NO | | |
| Comment: | | | |
| Corrective Action: | | | Date: <div></div> |

Flaring:

| | | |
|--------------------|-------------|-------------------|
| Type | Field Flare | |
| Comment: | | |
| Corrective Action: | | Date: <div></div> |

Inspected FacilitiesFacility ID: 434893 Type: LOCATION API Number: - Status: AC Insp. Status: AC**Producing Well**Comment: Active Producing Production FacilityCorrective Action: Date: Facility ID: 434899 Type: WELL API Number: 123-38368 Status: PR Insp. Status: PR**Producing Well**Comment: PRCorrective Action: Date: Facility ID: 434900 Type: WELL API Number: 123-38369 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: Comment: SICorrective Action: Date: Facility ID: 435309 Type: WELL API Number: 123-38577 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: Comment: SICorrective Action: Date: **COGCC Comments**

| Comment | User | Date |
|----------------------------------------------------------------------------------|---------------|-------------------|
| <u>Routine Field Inspection. Tank Labels. Belt Debris at middle Pumping Unit</u> | <u>petrie</u> | <u>03/18/2024</u> |

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

| Document Num | Description | URL |
|------------------|-----------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <u>403723149</u> | <u>INSPECTION SUBMITTED</u> | <u>http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6471427</u> |
| <u>696306108</u> | <u>Photos</u> | <u>http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6471423</u> |