

**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:

07/08/2024

Submitted Date:

07/09/2024

Document Number:

715500371**FIELD INSPECTION FORM**Loc ID 315416 Inspector Name: Burchett, Kirby On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**ECMC Operator Number: 51130Name of Operator: LOCIN OIL CORPORATIONAddress: 600 TRAVIS STREET SUITE 5050City: HOUSTON State: TX Zip: 77002**Status Summary:**

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

Findings:11 Number of Comments5 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 |
|-------------------|----------------|----------------------------------|---------|
| Arnim, Rees | (713) 469-0275 | rarnim@locin.energy | |
| Benedict, Daniel | (303) 902-1593 | dbenedict@locin.energy | |
| Enforcement, ECMC | | dnr_cogccenforcement@state.co.us | |
| Wilson, Justin | (970) 878-3825 | jrwilson@blm.gov | |
| Engineering, ECMC | | dnr_cogccengineering@state.co.us | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------------------|-------------|
| 230794 | WELL | PR | 08/01/2020 | GW | 103-08463 | N. DOUGLAS CREEK 3-33-1-1 | PR |

General Comment:**ECMC Inspection Report Summary**

On Monday, 07/08/2024, Inspector Kirby Burchett, conducted a follow up field inspection at Locin Oil Corporation on the N. Douglas Creek 3-33-1-1 well, Location #315416, in Rio Blanco County, Colorado.

This location is within or in close proximity to a Parks and Wildlife (CPW) District and Black Bear area with High Priority, NSO, and Density Habitat regulations.

Any Corrective Actions from previous Inspections are still applicable.

Follow up inspection in response to compliance issues observed during Insp. #702501663 on 7/19/23 and previous Insp. #702501355 on 5/18/23. The following Corrective Actions have not been resolved and original due dates remain:

1. Weeds.
2. Random debris.
3. Pumping unit leaking oil. Oily waste and stained soil.
4. Pit is too small for tank capacity.
5. Production reporting not up to date

Refer to Inspection Photos for observed compliance issues.

While there during normal operations no additional compliance issues were observed.

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

LocationOverall Good: ☐

| | | | |
|----------------------|----------------------|-------|--|
| Signs/Marker: | | | |
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

Comment: 970-675-8481 or 911

Corrective Action:

Date: _____

Good Housekeeping:

| | | | |
|--------------------|---|-------|------------|
| Type | DEBRIS | | |
| Comment: | Random debris | | |
| Corrective Action: | All trash, rubbish, and other waste material will be properly contained until removed from the Oil and Gas Location. At no time will trash, debris, or rubbish be placed or remain on the ground. | Date: | 05/26/2023 |
| Type | WEEDS | | |
| Comment: | Oil and Gas Locations will be kept free of all Undesirable Plant Species. | | |
| Corrective Action: | Maintain noxious weed control on all disturbed areas as a result of Oil & Gas activities. | Date: | 07/27/2023 |

Overall Good: ☐

| | | | |
|--------------------|---|----------|------------------|
| Spills: | | | |
| Type | Area | Volume | |
| Lube Oil | Pump Jack | <= 1 bbl | |
| Comment: | Pumping unit gearbox leaking on both sides. Oil soaked rags and diapers with oil saturated soil beneath unit. | | |
| Corrective Action: | Repair equipment. Remove and properly dispose of oily waste and stained soil. | | Date: 05/29/2023 |

In Containment: No

Comment:

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

| | | | |
|--------------------|-------------|-------|--|
| Type | PUMP JACK | | |
| Comment: | Double rail | | |
| Corrective Action: | | Date: | |
| Type | PIT | | |

| | | | |
|---|--|-------|--|
| Comment: Livestock wire | | | |
| Corrective Action: | | Date: | |

Equipment:

| | | | |
|----------------------------|-----|-------|-----------------|
| Type: Bradenhead | # 1 | | corrective date |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Deadman # & Marked | # 4 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Pump Jack | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Horizontal Separator | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|-----------|-----------|---------|--------|
| PRODUCED WATER | 1 | <100 BBLS | STEEL AST | | , |
| Comment: | | | | | |
| Corrective Action: | | | | Date: | |

Paint

| | |
|------------------|----|
| Condition | |
| Other (Content) | |
| Other (Capacity) | 90 |
| Other (Type) | |

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|--------------------|------------|---|---------------------|-------------------------|
| Earth | Inadequate | | | Inadequate |
| Comment: | | Unlined 12 ft x 14 ft with less than 2 ft of depth attached to 18 ft x 20 ft earth berm with less than 1 ft of depth. Calculated volume is less than 150% capacity of 90 bbl tank. | | |
| Corrective Action: | | Repair or install berms to meet capacity requirement. | | Date: <u>08/19/2023</u> |

Venting:

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

Flaring:

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

| Inspected Facilities | | | | | | | | | |
|--|--|-------|------|-------------|-----------|---------|------------|---------------|----|
| Facility ID: | 230794 | Type: | WELL | API Number: | 103-08463 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | March 2024 Production Report Review of production records indicate operator is delinquent in submitting monthly operations reports. | | | | | | | | |
| Corrective Action: | Operators will report all existing oil and gas Wells that are not Plugged and Abandoned on the Form 7, Operator's Monthly Report of Operations within 45 days after the end of each month. | | | | | Date: | 08/08/2024 | | |
| The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12 | | | | | | | | | |

Reclamation - Storm Water - Pit**Storm Water:**

| Loc Erosion BMPs | BMP Maintenance | Lease Road Erosion BMPs | Lease BMP Maintenance | Chemical BMPs | Chemical BMP Maintenance | Comment |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| | | Ditches | | | | |
| Ditches | | | | | | |
| | | Drains | | | | |

Comment: Operator is responsible for maintaining Best Management Practices (BMPs) to control vehicle tracking and potential sediment discharges from operational roads, well pads, and other unpaved surfaces.

Corrective Action:

Date: _____

Pits: ☐ NO SURFACE INDICATION OF PITType: Produced WaterLined: NOPit ID: 101780Lat: 39.913709Long: -108.743880

Reference Point: _____

Other: _____

Length: _____

Width: _____

Lining:

Liner Type:

Liner Condition:

Comment:

Corrective Action

Date:

Fencing:Fencing Type: Livestock

Fencing Condition:

Comment:

Corrective Action

Date:

Netting:

Netting Type:

Netting Condition:

Comment:

Corrective Action

Date:

Anchor Trench Present:

Oil Accumulation:

2+ feet Freeboard:

Comment:

Corrective Action

Date:

Attached Documents

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

| Document Num | Description | URL |
|--------------|----------------------|---|
| 403849440 | INSPECTION SUBMITTED | https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6616672 |
| 715500372 | Inspection Photos | https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6616671 |