

**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:

07/30/2024

Submitted Date:

08/01/2024

Document Number:

693807548**FIELD INSPECTION FORM**Loc ID 334282 Inspector Name: BROWNING, CHUCK On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**ECMC Operator Number: 10453Name of Operator: PARADOX UPSTREAM LLCAddress: 500 DALLAS ST SUITE #1650City: HOUSTON State: TX Zip: 77002**Status Summary:**☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**13 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
Hankins, Neil	970-428-2742	nhankins@americanhelium.us	All Inspections
Browning, Chuck	970-433-4139	chuck.browning@state.co.us	Field Inspector
Roberts, Jake		jroberts@americanhelium.us	All Inspections
Freese, Steve		steve.freese@state.co.us	
Labowskie, Steve		steve.labowskie@state.co.us	
Gavito, Danielle	303-524-4651	dgavito@americanhelium.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
232866	WELL	TA	03/05/1987	GW	113-06055	STATE 3-36H	TA
263757	WELL	SI	08/01/2021	GW	113-06104	HAMILTON CREEK STATE 36-13	SI

General Comment:

ECMC staff performed a routine field inspection on 7/30/2024.

Issues were found requiring corrective action. See inspection text and photos for details.

Any Corrective Actions from previous inspections that have not been addressed are still applicable.

Location			
Lease Road:			
Type	Main		
comment:			
Corrective Action	L	Date:	
Type	Access		
comment:			
Corrective Action	L	Date:	
Overall Good: <input checked="" type="checkbox"/>			
Signs/Marker:			
Type	TANK LABELS/PLACARDS		
Comment:	Sign or label not posted or information inaccurate on tanks or containers or sign/label too small to read at distance or installed in place where not visible.		
Corrective Action:	Install sign to comply with Rule 605.h.	Date:	09/01/2024
Type	WELLHEAD		
Comment:	Sign on Meter housing		
Corrective Action:		Date:	
Emergency Contact Number:			
Comment:	435-587-2237 Wrong Emergency contact number		
Corrective Action:	Install sign to comply with Rule 605.d.	Date:	09/01/2024
Overall Good: <input checked="" type="checkbox"/>			
Spills:			
Type	Area	Volume	
In Containment: No			
Comment:			
<input type="checkbox"/> Multiple Spills and Releases?			
Fencing/:			
Type	WELLHEAD		
Comment:	Panel fence		
Corrective Action:		Date:	
Equipment:			
Type: Plunger Lift	# 1		corrective date
Comment:			
Corrective Action:		Date:	
Type: Deadman # & Marked	# 4		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 2		
Comment:			

Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:	Gas meter calibration record not legible or conspicuously displayed at meter.		
Corrective Action:	Display legible meter calibration record in conspicuous location to comply with rule 430.d.(2).	Date:	08/11/2024
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 1		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
CONDENSATE	1	<100 BBLs	PBV STEEL		,
Comment:	Tank inside same berms as produced water tank				
Corrective Action:					Date:

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Comment:					
Corrective Action:				Date:	
Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	1	300 BBLs	STEEL AST		38.113391,-108.468870
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:				
Corrective Action:				Date:

<u>Venting:</u>			
Yes/No	NO		
Comment:			
Corrective Action:		Date:	
<u>Flaring:</u>			
Type			
Comment:			
Corrective Action:		Date:	

Inspected Facilities

Facility ID: 232866 Type: WELL API Number: 113-06055 Status: TA Insp. Status: TA

Idle WellPurpose: ☐ Shut In ☒ Temporarily Abandoned Reminder: _____

Comment: Last MIT 5/27/2020.

Corrective Action: _____ Date: _____

BradenHead

Date of Last Brhd Test: 11/08/2023 Annual Brhd Completed? Yes

Last Brhd Test Results Initial Surf Csg Pressure: 0 Fluid Type: NONE

End Surf Csg Pressure: 0

Comment: _____

Corrective Action: _____ Date: _____

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

Facility ID: 263757 Type: WELL API Number: 113-06104 Status: SI Insp. Status: SI

Idle WellPurpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____Comment: Well shut in 6/2021. No current MIT on record.
Well is overdue for Mechanical Integrity Test.Corrective Action: MIT requires 10-day notification via Form 42.
Well plugging requires an approved Form 6 Intent to Abandon to Plug Well.
Produce well after performing successful mechanical integrity test per Rule 417 or plug well. To maintain shut-in status, the well must be able to demonstrate ability to produce without mechanical intervention.

Date: 09/01/2024

BradenHead

Date of Last Brhd Test: 11/08/2023 Annual Brhd Completed? Yes

Last Brhd Test Results Initial Surf Csg Pressure: 0 Fluid Type: NONE

End Surf Csg Pressure: 0

Comment: _____

Corrective Action: _____ Date: _____

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
Gravel	Pass	Gravel	Pass			

Comment:

Corrective Action:

Date:

Pits: ☐ NO SURFACE INDICATION OF PIT

Optical Gas Imaging Survey

Survey Type: Routine

Current Operations: ☒ Production ☐ Workover ☐ Flowback ☐ Referred to APCD

GPS(entrance of location): Lat: Long:

Wind: Light Speed: 5 (mph) Direction From: W Weather: Partly Temperature: 98 (F)

Assisting Staff: Camera #: 2

☐ Visible Smoke ☐ Referred to CDPHE

Times Surveyed Equipment Surveyed

Time Survey Start	AM/PM	Time Survey End	AM/PM	Equipment
				Separation Equipment
				Water Tank(s)
				Wellhead(s)

Comment: No FLIR detectable gas observed

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
403874802	INSPECTION SUBMITTED	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6649070
693807549	Inspection photos 7/30/2024	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6649067