

**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:

09/11/2024

Submitted Date:

09/13/2024

Document Number:

715500644

FIELD INSPECTION FORMLoc ID 313047 Inspector Name: Burchett, Kirby On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

ECMC Operator Number: 3975

Name of Operator: ARGALI EXPLORATION COMPANY

Address: PO BOX 416

City: RANGELY State: CO Zip: 81648

Status Summary:

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

Findings:

7 Number of Comments

1 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 |
|-------------------|----------------|------------------------------------|---------|
| , Inspections | | argaliexplorationcompany@gmail.com | |
| Rector, Brian | (970) 629-1906 | brector1983@gmail.com | |
| Engineering, ECMC | | dnr_cogccengineering@state.co.us | |
| Rector, Jeff | (970) 629-2614 | jbrduco@yahoo.com | |
| Wilson, Justin | (970) 878-3825 | jrwilson@blm.gov | |
| Taylor, Chad | | chad.taylor@state.co.us | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|--------------|--------|-------------|------------|-----------|---------------|-------------|
| 159986 | UIC Disposal | AC | 05/12/2017 | DSPW | - | Federal 5-35 | AC |
| 223452 | WELL | IJ | 01/01/2023 | DSPW | 081-06818 | FEDERAL 5-35 | IJ |

General Comment:**ECMC Inspection Report Summary**

On Wednesday, 09/11/2024, Inspector Kirby Burchett, conducted UIC Routine field inspection at Argali Exploration Company on the Federal 5-35 well, Location #313047, in Moffat County, Colorado.

This location is within or close proximity to a Parks & Wildlife (CPW) District with High Priority, NSO, Density and Other Consultation Habitat regulations.

Any Corrective Actions from previous Inspections are still applicable.

Review of production records indicate operator is delinquent in submitting monthly operations reports.

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 | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

| | | |
|--------------------|--------------|-------------|
| Comment: | 970-629-1906 | |
| Corrective Action: | | Date: _____ |

Overall Good: ☐**Spills:**

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

In Containment: No

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

| | | | |
|--------------------|--|-------|--|
| Type | OTHER | | |
| Comment: | Fiberglass hut enclosing wellhead tree | | |
| Corrective Action: | | Date: | |

Equipment:

| | | | |
|--------------------------|---------------|-------|-----------------|
| Type: Gas Meter Run | # 2 | | corrective date |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Bradenhead | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Other | # 1 | | |
| Comment: | Wellhead tree | | |
| Corrective Action: | | Date: | |
| Type: Deadman # & Marked | # 4 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Venting:

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

Flaring:

| | | |
|----------|--|--|
| Type | | |
| Comment: | | |

| | | | |
|--------------------|--|-------|--|
| Corrective Action: | | Date: | |
|--------------------|--|-------|--|

Inspected Facilities

Facility ID: 159986 Type: UIC Disposal API Number: - Status: AC Insp. Status: AC

Underground Injection Control

UIC Violation: Maximum Injection Pressure: 873

UIC Routine

Inj./Tube: Pressure or inches of Hg 10 Previous Test Pressure MPP
(e.g. 30 psig or -30" Hg) Inj Zone:

TC: Pressure or inches of Hg 0 Previous Test Pressure Last MIT:

Brhd: Pressure or inches of Hg 0 Previous Test Pressure AnnMTReq:

Comment: Not injecting at time of inspection. Last MIT - 3/30/22

Corrective Action: Date:

Method of Injection:

Test Type: Tbg psi: Csg psi: BH psi:

Insp. Status:

Comment:

Corrective Action: Date:

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

Facility ID: 223452 Type: WELL API Number: 081-06818 Status: IJ Insp. Status: IJ

Underground Injection Control

UIC Violation: Maximum Injection Pressure: 873

UIC Routine

Inj./Tube: Pressure or inches of Hg Previous Test Pressure MPP
(e.g. 30 psig or -30" Hg) Inj Zone: LWIS

TC: Pressure or inches of Hg Previous Test Pressure Last MIT: 03/30/2022

Brhd: Pressure or inches of Hg Previous Test Pressure AnnMTReq:

Comment: 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: 10/12/2024

Method of Injection:

Test Type: Tbg psi: Csg psi: BH psi:

Insp. Status:

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 | | | | |
| | | Drains | | | | |
| | | Culverts | | | | |
| Gravel | | | | | | |
| | | Ditches | | | | |

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 PIT

Attached Documents

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

| Document Num | Description | URL |
|--------------|----------------------|---|
| 403920202 | INSPECTION SUBMITTED | https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6705969 |
| 715500645 | Inspection Photos | https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6705954 |