

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:

11/21/2024

Submitted Date:

11/22/2024

Document Number:

707801239

FIELD INSPECTION FORM

 Loc ID 335991 Inspector Name: Ramsey, Scott On-Site Inspection 2A Doc Num:
Status Summary:

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

Findings:

14 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**

Operator Information:

ECMC Operator Number: 10456

Name of Operator: CAERUS PICEANCE LLC

Address: 1001 17TH STREET #1600

City: DENVER State: CO Zip: 80202

Contact Information:

| Contact Name | Phone | Email | Comment |
|--------------|-------|-------------------------------------------|---------|
| , Caerus | | COGCC.inspections@caerus oilandgas.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------------------------------|-------------|
| 293403 | WELL | PR | 10/06/2010 | GW | 045-14963 | SCHOOL HOUSE POINT OM 11B K15 696 | PR |
| 293414 | WELL | SI | 05/01/2024 | GW | 045-14974 | SCHOOL HOUSE POINT OM 10B K15 696 | SI |
| 293417 | WELL | PR | 10/06/2010 | GW | 045-14977 | SCHOOL HOUSE POINT OM 14A K15 696 | PR |
| 293418 | WELL | PR | 10/06/2010 | GW | 045-14978 | SCHOOL HOUSE POINT OM 11DR K15 696 | PR |

General Comment:

ECMC Inspection Report Summary

On Friday 11/15/2024, I, Inspector Scott Ramsey, conducted a routine inspection at Caerus Granlee OM K15, at Location # 335991 in Garfield county Colorado.

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

While there, I observed normal production operations. This location is within or in close proximity to a CPW Density/High Priority Habitat, black bear, NSO habitat, Wildlife Management Area. Operator (Caerus) has provided documentation of their Best Management Practices for Sediment Tracking Controls.

During this inspection the following compliance issues were observed:

1. Access roads shows signs of lack of stabilization/ compaction and no evidence of tracking controls.
2. 95 BBL condensate tank is open to atmosphere.
3. Random debris.

Refer to photograph of observed compliance issue.

A follow up on this site inspection may be conducted to ensure the compliance issues have been corrected to comply with COGCC rules. This is a summary of inspection report.

Location

Overall Good:

| Signs/Marker: | | |
|----------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------|
| Type | OTHER | |
| Comment: | Separator units include attached storage tanks. The sight glass located on the side of the unit indicates the storage tank is full of an unknown fluid. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tank. | |
| Corrective Action: | | Date: |
| Type | TANK LABELS/PLACARDS | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type | BATTERY | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type | WELLHEAD | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type | CONTAINERS | |
| Comment: | | |
| Corrective Action: | | Date: |

| | | |
|---------------------------|-----------------------------------------------|----------------------------|
| Emergency Contact Number: | | |
| Comment: | <input type="text" value="911/970-285-2615"/> | |
| Corrective Action: | <input type="text"/> | Date: <input type="text"/> |

| Good Housekeeping: | | |
|---------------------------|------------------------------------------------------|-------|
| Type | DEBRIS | |
| Comment: | Random debris and starter fluid on burner assemblies | |
| Corrective Action: | | Date: |

Overall Good:

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

In Containment: No

Comment:

Multiple Spills and Releases?

| Equipment: | | | corrective date |
|-----------------------------------|-----|--|-----------------|
| Type: Bird Protectors | # 4 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type: Horizontal Heated Separator | # 4 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |

| | | | |
|---------------------------|--------------------------------------------------------------------------------------------|--|-------|
| Type: Ancillary equipment | # 2 | | |
| Comment: | 1 chemical tank in plastic containment and 1 500 gallon methanol tank in metal containment | | |
| Corrective Action: | | | Date: |
| Type: Bradenhead | # 4 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type: Plunger Lift | # 1 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|-----------------------------------------------|-----------|-----------|---------|--------|
| CONDENSATE | 1 | <100 BBLs | STEEL AST | | , |
| Comment: | 95 BBL condensate tank is open to atmosphere. | | | | |
| Corrective Action: | | | | | Date: |

Paint

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

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|--------------------|-----------------|---------------------|---------------------|-------------|
| Metal | | | | |
| Comment: | Buried half way | | | |
| Corrective Action: | | | | Date: |

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|------------------|---------|--------|
| CONDENSATE | 2 | 300 BBLs | HEATED STEEL AST | | , |
| 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: |

Venting:

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

Flaring:

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

Inspected Facilities

Facility ID: 293403 Type: WELL API Number: 045-14963 Status: PR Insp. Status: PR

Producing Well

Comment: Producing

Corrective Action:

Date:

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

Facility ID: 293414 Type: WELL API Number: 045-14974 Status: SI Insp. Status: SI

Idle Well

Purpose: Shut In Temporarily Abandoned Reminder: _____

Comment: last produced 5/2024 Well has a sign that states permently out of service.

Corrective Action:

Date: _____

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

Facility ID: 293417 Type: WELL API Number: 045-14977 Status: PR Insp. Status: PR

Producing Well

Comment: Producing

Corrective Action:

Date:

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

Facility ID: 293418 Type: WELL API Number: 045-14978 Status: PR Insp. Status: PR

Producing Well

Comment: Producing

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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------------------------|
| | | Sediment Traps | | | | |
| | | Ditches | | | | |
| | | Gravel | | | | Sparse to none |
| | | Compaction | | | | Light compaction in areas |
| | | Culverts | | | | |

Comment: Places with sparse to no gravel & light compaction are present on lease road. At the time of this inspection the location and portions of access road are snow covered; maintenance may be necessary to prevent degradation to the lease roads in the near future. Sparse to no gravel and light compaction could lead to future stabilization issues.

Corrective Action: Maintenance relative to storm water runoff, operators shall consider seasonal factors, such as winter snow cover and spring runoff from snowmelt, to ensure site conditions and controls are adequate and in place to effectively manage storm water.

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 |
|--------------|----------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 404006842 | INSPECTION SUBMITTED | https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6800623 |
| 707801246 | Photo log | https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6800604 |