

**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:

12/10/2024

Submitted Date:

12/19/2024

Document Number:

715201313**FIELD INSPECTION FORM**Loc ID 309618 Inspector Name: Welsh, Brian On-Site Inspection ☐ 2A Doc Num: ☐**Operator Information:**ECMC Operator Number: 10722Name of Operator: KTM OPERATING LLCAddress: 2851 JOHNSTON ST PMB 550City: LAFAYETTE State: LA Zip: 70503**Status Summary:**

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

**Findings:**18 Number of Comments1 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         |
|----------------|----------------|--------------------------|-----------------|
| Hecht, Jaime   | 832-531-1711   | jaime.hecht@dynacloud.io |                 |
| Vincent, Kenny | (337) 654-9404 | kvincent@reagan.com      | Principal Agent |

**Inspected Facilities:**

| Facility ID | Type | Status | Status Date | Well Class | API Num   | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------|-------------|
| 294988      | WELL | SI     | 05/01/2024  | OW         | 073-06319 | CRAIG 4-4     | SI          |

**General Comment:**

SE Compliance Specialist Brian Welsh conducted a routine field inspection of the well location and equipment

**Location**

|                    |                           |       |  |
|--------------------|---------------------------|-------|--|
| <b>Lease Road:</b> |                           |       |  |
| Type               | Access                    |       |  |
| comment:           | Dirt road through pasture |       |  |
| Corrective Action  | L                         | Date: |  |

Overall Good: ☒

|                      |                               |       |  |
|----------------------|-------------------------------|-------|--|
| <b>Signs/Marker:</b> |                               |       |  |
| Type                 | TANK LABELS/PLACARDS          |       |  |
| Comment:             | Stickers on tanks and treater |       |  |
| Corrective Action:   |                               | Date: |  |
| Type                 | BATTERY                       |       |  |
| Comment:             | Lease signs at tank battery   |       |  |
| Corrective Action:   |                               | Date: |  |

Emergency Contact Number:

|                    |  |             |
|--------------------|--|-------------|
| Comment:           |  |             |
| Corrective Action: |  | Date: _____ |

Overall Good: ☒

|                |      |        |  |  |
|----------------|------|--------|--|--|
| <b>Spills:</b> |      |        |  |  |
| Type           | Area | Volume |  |  |

In Containment: No

Comment: ☐ Multiple Spills and Releases?

|                    |                                       |       |  |
|--------------------|---------------------------------------|-------|--|
| <b>Fencing/:</b>   |                                       |       |  |
| Type               | SEPARATOR                             |       |  |
| Comment:           | Wire fence around treater             |       |  |
| Corrective Action: |                                       | Date: |  |
| Type               | PUMP JACK                             |       |  |
| Comment:           | Metal panels around unit and wellhead |       |  |
| Corrective Action: |                                       | Date: |  |
| Type               | TANK BATTERY                          |       |  |
| Comment:           | Wire fence around tanks               |       |  |
| Corrective Action: |                                       | Date: |  |
| Type               | OTHER                                 |       |  |
| Comment:           | Metal panels around ECD               |       |  |
| Corrective Action: |                                       | Date: |  |

|                               |                                 |       |                 |
|-------------------------------|---------------------------------|-------|-----------------|
| <b>Equipment:</b>             |                                 |       | corrective date |
| Type: Vertical Heater Treater | # 2                             |       |                 |
| Comment:                      | 2-Treaters on south side of ECD |       |                 |
| Corrective Action:            |                                 | Date: |                 |

|                               |  |       |
|-------------------------------|--|-------|
| Type: Prime Mover             | # 0  |       |
| Comment:                      | Removed from unit at time of inspection                      |       |
| Corrective Action:            |  | Date: |
| Type: Emission Control Device | # 1  |       |
| Comment:                      | 36" ECD on northeast corner of location                      |       |
| Corrective Action:            |  | Date: |
| Type: Pump Jack               | # 1  |       |
| Comment:                      | DPEG 320   |       |
| Corrective Action:            |  | Date: |
| Type: Deadman # & Marked      | # 4  |       |
| Comment:                      |  |       |
| Corrective Action:            |  | Date: |
| Type: Ancillary equipment     | # 3  |       |
| Comment:                      | Solar powered cathodic rectifier, gas scrubber, propane tank |       |
| Corrective Action:            |  | Date: |

**Tanks and Berms:**

|                    |                        |          |           |         |                       |
|--------------------|------------------------|----------|-----------|---------|-----------------------|
| Contents           | #                      | Capacity | Type      | Tank ID | SE GPS                |
| CRUDE OIL          | 2                      | 400 BBLs | STEEL AST |         | 38.861260,-103.568990 |
| Comment:           | 2-Oil production tanks |          |           |         |                       |
| Corrective Action: |                        |          |           |         | Date:                 |

**Paint**

|                  |  |
|------------------|--|
| Condition        |  |
| 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:       |

|                    |                   |          |           |         |                       |
|--------------------|-------------------|----------|-----------|---------|-----------------------|
| Contents           | #                 | Capacity | Type      | Tank ID | SE GPS                |
| PRODUCED WATER     | 3                 | 200 BBLs | STEEL AST |         | 38.861260,-103.568990 |
| Comment:           | 3-Tan water tanks |          |           |         |                       |
| Corrective Action: |                   |          |           |         | Date:                 |

**Paint**

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

**Berms**

|                        |   |                     |                     |             |  |
|------------------------|---|---------------------|---------------------|-------------|--|
| Type                   | Capacity                                | Permeability (Wall) | Permeability (Base) | Maintenance |  |
|                        |   |                     |                     |             |  |
| Comment:               | Shared metal containment with oil tanks |                     |                     |             |  |
| Corrective Action:     |   |                     |                     | Date:       |  |
| <b><u>Venting:</u></b> |   |                     |                     |             |  |
| Yes/No                 |   |                     |                     |             |  |
| Comment:               |   |                     |                     |             |  |
| Corrective Action:     |   |                     |                     | Date:       |  |
| <b><u>Flaring:</u></b> |   |                     |                     |             |  |
| Type                   |   |                     |                     |             |  |
| Comment:               |   |                     |                     |             |  |
| Corrective Action:     |   |                     |                     | Date:       |  |
|                        |   |                     |                     |             |  |

| Inspected Facilities   |   |       |      |             |            |         |    |               |    |
|--|---|-------|------|-------------|------------|---------|----|---------------|----|
| Facility ID:   | 294988  | Type: | WELL | API Number: | 073-06319  | Status: | SI | Insp. Status: | SI |
| Producing Well   |   |       |      |             |            |         |    |               |    |
| Comment:   | Well is SI at time of inseption. Central tank battery for Craig 4-4 & 6-4 |       |      |             |            |         |    |               |    |
|  | Last reported production was 8/1/24.                                      |       |      |             |            |         |    |               |    |
| Corrective Action:   | Submit reports as per Rule 207  |       |      | Date:       | 01/19/2025 |         |    |               |    |
| 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 |
| Compaction       | Pass            | Compaction              | Pass                  |               |                          |         |

Comment:

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   |
| 715201396    | location photo | <a href="https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6834945">https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6834945</a> |