

**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:

04/28/2025

Submitted Date:

04/29/2025

Document Number:

708906372**FIELD INSPECTION FORM**

Loc ID 334942	Inspector Name: Smelser, Wayne	On-Site Inspection <input type="checkbox"/>	2A Doc Num: _____	Status Summary: <input type="checkbox"/> THIS IS A FOLLOW UP INSPECTION <input checked="" type="checkbox"/> FOLLOW UP INSPECTION REQUIRED <input type="checkbox"/> NO FOLLOW UP INSPECTION REQUIRED
Operator Information: ECMC Operator Number: <u>10844</u> Name of Operator: <u>QB ENERGY OPERATING LLC</u> Address: <u>1001 17TH STREET SUITE 1600</u> City: <u>DENVER</u> State: <u>CO</u> Zip: <u>80202</u>				Findings: <u>24</u> Number of Comments <u>1</u> Number of Corrective Actions <input checked="" type="checkbox"/> 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
QB Energy		ecmc.inspections@qb-energy.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
273868	WELL	PR	04/01/2022	GW	045-10295	CRAIG (K35NW) 35-12C	PR
273869	WELL	PR	04/01/2022	GW	045-10294	CRAIG (K35NW) 35-11C	PR
273870	WELL	PR	04/01/2022	GW	045-10293	CRAIG 35-12B(K35NW)	PR
273871	WELL	PR	04/01/2022	GW	045-10292	CRAIG (K35NW) 35-7A	PR
273951	WELL	PR	04/01/2022	GW	045-10306	CRAIG 35-11B (K35NW)	PR
273953	WELL	PR	04/01/2022	GW	045-10307	CRAIG (K35NW) 35-15C	PR

General Comment:CECMC Inspection/Audit Report Summary

On 04/28/2025 at approximately 16:16 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection/audit at QB ENERGY OPERATING LLC CRAIG (K35NW) 35-12C pad

Location # 334942 in Garfield County Colorado.

Location is within High Priority/Density/Black Bear Habitat areas & in close proximity to NSO Habitat area.

Location is approximately 600 yards from Rule 411a Surface Water External Buffer.

While there, I observed normal production operations.

During this inspection/audit the following compliance issues were observed:

1. Tanks & Berms - Holes in secondary containment liner/liner needs maintenance with a CA date of 5/19/2025

A follow up on this site inspection/audit needs to be conducted to ensure the compliance issues have been corrected to comply with CECMC rules.

This is a summary of inspection/audit report.

Location			
Lease Road:			
Type	Access		
comment:			
Corrective Action		Date:	
Overall Good: <input type="checkbox"/>			
Signs/Marker:			
Type	OTHER		
Comment:	Sign at entrance to location		
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:	Signs at separators		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Separator units include attached storage tanks. The sight glass located on the side of the units indicates the storage tanks are full of an unknown fluid. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tanks.		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Upon the Director's approval of a Form 9 the Buying Operator will have 60 days to replace or update all signs at the Oil and Gas Location so that the signs comply with Rule 605.		
Corrective Action:		Date:	
Emergency Contact Number:			
Comment:	911/970-285-2615		
Corrective Action:			Date: _____
Overall Good: <input type="checkbox"/>			
Spills:			
Type	Area	Volume	
In Containment: No			
Comment: <div style="border: 1px solid black; height: 20px; width: 100%;"></div>			
<input type="checkbox"/> Multiple Spills and Releases?			
Fencing/:			
Type	OTHER		
Comment:	Pig station - pipe rail fence		
Corrective Action:	Date:		

Equipment:			corrective date
Type: Gas Meter Run	# 1		
Comment:	Summit Midstream		
Corrective Action:		Date:	
Type: Vertical Heated Separator	# 5		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 6		
Comment:	Pressure transducers located on bradenheads, bradenhead valves are accessible		
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 6		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	
Type: Gas Meter Run	# 6		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 2		
Comment:			
Corrective Action:		Date:	
Type: Pig Station	# 1		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
METHANOL	1	1000 GAL	STEEL AST		,
Comment:					
Corrective Action:				Date:	

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal				
Comment:	Centralized containment			
Corrective Action:			Date:	

Contents	#	Capacity	Type	Tank ID	SE GPS	
CONDENSATE	2	500 BBLs	STEEL AST		,	
Comment:	Tanks equipped with telemetry					
Corrective Action:					Date:	
Paint						
Condition	Adequate					
Other (Content)						
Other (Capacity)						
Other (Type)						
Berms						
Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance		
Metal	Inadequate	Walls Insufficient		Inadequate		
Comment:	Holes in secondary containment liner/liner needs maintenance					
Corrective Action:	The liner will be sufficiently impervious so that any discharge from a primary containment system will not escape containment before cleanup occurs.				Date:	05/19/2025
Venting:						
Yes/No	NO					
Comment:						
Corrective Action:					Date:	
Flaring:						
Type						
Comment:						
Corrective Action:					Date:	

Inspected Facilities

Facility ID: 273868 Type: WELL API Number: 045-10295 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift

Corrective Action:

Date:

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

Facility ID: 273869 Type: WELL API Number: 045-10294 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift

Corrective Action:

Date:

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

Facility ID: 273870 Type: WELL API Number: 045-10293 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift

Corrective Action:

Date:

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

Facility ID: 273871 Type: WELL API Number: 045-10292 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift

Corrective Action:

Date:

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

Facility ID: 273951 Type: WELL API Number: 045-10306 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift

Corrective Action:

Date:

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

Facility ID: 273953 Type: WELL API Number: 045-10307 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift

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
Berms						
Gravel						Sparse to none in areas
		Gravel				Sparse to none
Compaction						Light compaction in some areas
Rip Rap						
		Compaction				Light compaction in some areas
		Ditches				
Sediment Traps						
Ditches						
		Culverts				

Comment: Corrective Action: Date: **Pits:** ☒ NO SURFACE INDICATION OF PIT**ECMC Comments**

Comment	User	Date
Please refer to Tanks & Berms for corrective action & also refer to Signs/Marker for comments.	smelserw	04/29/2025

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

Document Num	Description	URL
708906373	Inspection/Audit 708906372 Stormwater photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7027668
708906374	Inspection/Audit 708906372 photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7027669