

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:

08/29/2025

Submitted Date:

09/02/2025

Document Number:

718100753

FIELD INSPECTION FORM

 Loc ID 418697 Inspector Name: Trujillo, Aaron On-Site Inspection 2A Doc Num:
Status Summary:

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

Operator Information:
 ECMC Operator Number: 77330
 Name of Operator: SG INTERESTS I LTD
 Address: 100 WAUGH DR SUITE 400
 City: HOUSTON State: TX Zip: 77007
Findings:

- 4 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, All		inspection@sginterests.com	All Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
418693	WELL	PA	07/11/2019	CBM	051-06098	VOLK 12-89-21 #1	RI
418697	LOCATION	CL			-	VOLK 12-89-21 #1	RI

General Comment:

On 8/29/2025, Western Reclamation Work Lead Trujillo conducted a Final Reclamation inspection at SG Interests I LTD's Volk 12-89-21 #1 location in Gunnison County, Colorado.

Location is within the following High Priority Habitats: Aquatic Sportfish Management Waters; Elk Migration Corridor; Elk Production Area; Elk Severe Winter Range; Elk Winter Concentration Area.

This inspection is in response to Form 4 #403966361 stating "Final Reclamation Complete".

The following compliance issues were observed during this inspection:

- 1004.c.(2) Final Reclamation requirements
- 1004.e / 606.c.- Noxious weeds

Refer to the Reclamation sections of this inspection report for additional details.

Refer to the photo-documentation attached to this report.

Any corrective action(s) from previous inspection that have not been addressed are still applicable.

Inspected Facilities

Facility ID: 418693 Type: WELL API Number: 051-06098 Status: PA Insp. Status: RI

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

Facility ID: 418697 Type: LOCATION API Number: - Status: CL Insp. Status: RI

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

Reclamation - Storm Water - Pit

Interim Reclamation:

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: HAY MEADOW, IMPROVED PASTURE, IRRIGATED, RANGELAND

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? _____

Comment _____

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment _____

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? _____

Comment _____

Corrective Action _____

Date _____

1003b. Area no longer in use? _____ Production areas stabilized ? _____
 1003c. Compacted areas have been cross ripped? _____
 1003d. Drilling pit closed? _____ Subsidence over on drill pit? _____
 Cuttings management: _____
 1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? _____
 Production areas have been stabilized? _____ Segregated soils have been replaced? _____

RESTORATION AND REVEGETATION

Cropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-Cropland

Top soil replaced _____ Recontoured _____ 80% Revegetation _____

1003e. INTERIM VEGETATION TRANSECT
 TRANSECT RESULTS OF DISTURBED AREA% _____
 TRANSECT RESULTS OF REFERENCE AREA% _____
 TOTAL % OF DESIRABLE VEGETATION COVER _____
 VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? _____

Comment

Corrective Action

Date _____

Overall Interim Reclamation

Final Reclamation/ Abandoned Location:

Date Final Reclamation Started: _____ Date Final Reclamation Completed: _____

Final Land Use: HAY MEADOW, IMPROVED PASTURE, IRRIGATED, RANGELAND _____

Reminder: _____

Comment: Operator received a 502.b variance of select requirements of Rule 1004.a to not recontour the access road and pad, and Rule 1004.c (80% revegetation) on the access road surface, and the 75-foot eastern portion of the well pad. Per COA #3, "Areas disturbed due to associated oil and gas operations to be revegetated and/or utilized for cropland will remain subject to COGCC (now ECMC) revegetation standards and requirements".

Well plugged _____ Pit mouse/rat holes, cellars backfilled _____

Debris removed _____ No disturbance /Location never built _____

Access Roads Regraded _____ Contoured _____ Culverts removed _____

Gravel removed _____

Location and associated production facilities reclaimed _____ Locations, facilities, roads, recontoured _____

Compaction alleviation _____ Dust and erosion control **Fail**

Non cropland: Revegetated 80% **Fail** Cropland: perennial forage **Fail**

Weeds present **Fail** Subsidence _____

1004.d. FINAL VEGETATION TRANSECT
 TRANSECT RESULTS OF DISTURBED AREA% 18
 TRANSECT RESULTS OF REFERENCE AREA% 89
 TOTAL % OF DESIRABLE VEGETATION COVER 20
 VEGETATIVE COVER FAIL

Comment:

It was observed that this location does not meet 1004.c.(2) reclamation requirements; insufficient vegetative cover within areas to be revegetated. Transects were conducted indicating vegetation is not 80% of the surrounding reference area. There are also areas of the cut slope on the northeast end of the Location, and areas of the fill slopes on the southwest end of the location, where uniform establishment has not been achieved; stormwater erosion degradation is recurring within bare areas of the cut slope. Noxious weeds (Musk thistle, Canada thistle) observed established on the Location.

Corrective Action: **Comply with 1004 Rules.**

Date _____

Overall Final Reclamation **Fail** Well Release on Active Location Multi-Well Location

Attached Documents

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

Document Num	Description	URL
404339105	INSPECTION SUBMITTED	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7215612
718100754	Inspection Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7215604
718100755	Transect data	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7215605