

**FORM  
INSP**

Rev  
X/20

**State of Colorado  
Energy and Carbon Management Commission**

1120 Lincoln Street, Suite 801, Denver, Colorado 80203  
Phone: (303) 894-2100 Fax: (303) 894-2109



Inspection Date:

10/23/2025

Submitted Date:

10/24/2025

Document Number:

708907701

**FIELD INSPECTION FORM**

Loc ID 335674 Inspector Name: Smelser, Wayne 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: 10844  
Name of Operator: QB ENERGY OPERATING LLC  
Address: 1001 17TH STREET SUITE 1600  
City: DENVER State: CO Zip: 80202

**Findings:**

- 33 Number of Comments
- 3 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
Katz, Aaron		aaron.katz@state.co.us	
Haverkamp, Curtis		curtis.haverkamp@state.co.us	
QB ENERGY		ecmc.inspections@qb-energy.com	

**Inspected Facilities:**

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
360	WELL	PR	09/20/2008	GW	045-15486	N. PARACHUTE EF12B-DX D31 59	PR
362	WELL	PR	09/21/2008	GW	045-15487	N. PARACHUTE EF11C D31 595	PR
292255	WELL	PR	09/17/2008	GW	045-14664	N. PARACHUTE EF 12A D31 595	PR
292256	WELL	PR	06/01/2018	GW	045-14663	N. PARACHUTE EF11D D31 595	PR
292258	WELL	PR	09/17/2008	GW	045-14665	N.PARACHUTE EF14B D31 595	PR
292259	WELL	PR	09/17/2008	GW	045-14661	N. PARACHUTE EF14A D31 595	PR
292260	WELL	PR	09/18/2008	GW	045-14660	N. PARACHUTE EF12D D31	PR
292261	WELL	PR	09/18/2008	GW	045-14659	N. PARACHUTE EF12C D31 595	PR

**General Comment:**

[This is a Field Inspection/Audit of the scout card, related documents and the location.](#)

**Location**

<b>Lease Road:</b>			
Type	Access		
comment:			
Corrective Action			Date:

Overall Good:

<b>Signs/Marker:</b>			
Type	OTHER		
Comment:	Sign at start of spur road to location		
Corrective Action:			Date:
Type	WELLHEAD		
Comment:			
Corrective Action:			Date:
Type	BATTERY		
Comment:	No tank battery on location		
Corrective Action:			Date:
Type	CONTAINERS		
Comment:	Chemical tanks		
Corrective Action:			Date:

Emergency Contact Number:			
Comment:	911/970-285-2615		
Corrective Action:			Date: _____

<b>Good Housekeeping:</b>			
Type	OTHER		
Comment:	Cellar not properly covered/wildlife hazard/available for entry by wildlife		
Corrective Action:	Comply with CECMC Rule 602		Date: 10/31/2025

Overall Good:

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

In Containment: No

Comment:

Multiple Spills and Releases?

<b>Fencing/:</b>			
Type	OTHER		
Comment:	Meter house - Jersey barriers		
Corrective Action:			Date:
Type	OTHER		
Comment:	Chemical tanks - Jersey barriers		
Corrective Action:			Date:

Type	WELLHEAD		
Comment:	Jersey barriers		
Corrective Action:		Date:	

<b>Equipment:</b>			corrective date
Type: Gas Meter Run	# 8		
Comment:	Sales		
Corrective Action:		Date:	
Type: Bradenhead	# 8		
Comment:	Taylor plugs located on bradenheads, bradenhead valves are accessible		
Corrective Action:		Date:	
Type: Ancillary equipment	# 4		
Comment:	Catalytic heaters in meter houses		
Corrective Action:		Date:	
Type: Ancillary equipment	# 2		
Comment:	Thermogens		
Corrective Action:		Date:	
Type: Gas Meter Run	# 8		
Comment:	Gas lift		
Corrective Action:		Date:	
Type: Ancillary equipment	# 2		
Comment:	Chemical tanks		
Corrective Action:		Date:	
Type: Plunger Lift	# 8		
Comment:	All wells on plunger lift		
Corrective Action:		Date:	

<b>Venting:</b>			
Yes/No	NO		
Comment:			
Corrective Action:		Date:	

<b>Flaring:</b>			
Type			
Comment:			
Corrective Action:		Date:	

**Inspected Facilities**

Facility ID: 360 Type: WELL API Number: 045-15486 Status: PR Insp. Status: PR

**Producing Well**

Comment: Producing, well on plunger lift & gas lift  
Bubbling around wellhead/well appears to lack mechanical integrity/not in compliance with CECMC Rule 417  
After review of well records and COGIS Online, the "as drilled" coordinates for this well appear to be incorrect/not in compliance with with CECMC Rules 216 & 414

Corrective Action: Comply with CECMC Rule 417 Date: 04/24/2026

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

Facility ID: 362 Type: WELL API Number: 045-15487 Status: PR Insp. Status: PR

**Producing Well**

Comment: Producing, well on plunger lift & gas lift

Corrective Action:  Date:

**BradenHead**

Date of Last Brhd Test: 05/05/2025 Annual Brhd Completed?   
 Last Brhd Test Results Initial Surf Csg Pressure: 174 Fluid Type:   
 End Surf Csg Pressure: 0

Comment: Bradenhead line tied into flowline - FORM 4 SUNDRY document # 400462451  
62 psi (17.86%) pressure drop on the PC during the BH test

Corrective Action:  Date:

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

Facility ID: 292255 Type: WELL API Number: 045-14664 Status: PR Insp. Status: PR

**Producing Well**

Comment: Producing, well on plunger lift & gas lift

Corrective Action:  Date:

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

Facility ID: 292256 Type: WELL API Number: 045-14663 Status: PR Insp. Status: PR

**Producing Well**

Comment: Producing, well on plunger lift & gas lift

Corrective Action:  Date:

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

Facility ID: 292258 Type: WELL API Number: 045-14665 Status: PR Insp. Status: PR

**Producing Well**

Comment: Producing, well on plunger lift & gas lift

Corrective Action:  Date:

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

Facility ID: 292259 Type: WELL API Number: 045-14661 Status: PR Insp. Status: PR

**Producing Well**

Comment: Producing, well on plunger lift & gas lift

Corrective Action:

Date:

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

Facility ID: 292260 Type: WELL API Number: 045-14660 Status: PR Insp. Status: PR

**Producing Well**

Comment: Producing, well on plunger lift & gas lift

Corrective Action:

Date:

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

Facility ID: 292261 Type: WELL API Number: 045-14659 Status: PR Insp. Status: PR

**Producing Well**

Comment: Producing, well on plunger lift & gas lift

Bubbling around wellhead/well appears to lack mechanical integrity/not in compliance with CECMC Rule 417

After review of well records and COGIS Online, the "as drilled" coordinates for this well appear to be incorrect/not in compliance with with CECMC Rules 216 & 414

Corrective Action: Comply with CECMC Rule 417

Date: 04/24/2026

**BradenHead**

Date of Last Brhd Test: 05/05/2025 Annual Brhd Completed? \_\_\_\_\_

Last Brhd Test Results Initial Surf Csg Pressure: 156 Fluid Type: \_\_\_\_\_

End Surf Csg Pressure: 0

Comment: Bradenhead tied into flowline - FORM 4 SUNDRY document # 400462443

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						
Berms						
Rip Rap						
Compaction						Small amount of light compaction
Ditches						
		Compaction				Light compaction in areas
		Gravel				Sparse to none in most areas
		Ditches				
				Material Handling And Spill Prevention		Chemical tank containments
Gravel						Sparse to none

Comment: Gravel at start of lease road is compacted & sediment laden  
Chemical tank containments approximately 1/4 - 3/8 full of fluid, may need maintenance in the near future

Corrective Action:

Date: \_\_\_\_\_

**Pits:**     NO SURFACE INDICATION OF PIT

**ECMC Comments**

Comment	User	Date
<p>CECMC Inspection/Audit Report Summary                      On 10/23/2025 at approximately 11:30 hours, I, Compliance Specialist, Wayne Smelser Conducted an on-site inspection/audit at QB ENERGY OPERATING LLC N. PARACHUTE D31 595 Pad                      Location # 335674 in Garfield County Colorado.                      Location is within High Priority/Density/NSO/Black Bear Habitat areas.                      Location is within Rule 411b Generalized External Buffer.                      Location is approximately 200 yards from East Fork Parachute Creek.                      While there, I observed normal production operations.</p> <p>During this inspection/audit the following compliance issues were observed:</p> <ol style="list-style-type: none"> <li>1. Housekeeping - Cellar not properly covered/wildlife hazard - Comply with rule 602 with a CA date of 10/31/2025</li> <li>2. Inspected Facilities - Bubbling around N. PARACHUTE EF12B-DX D31 59 wellhead/well appears to lack mechanical integrity - Comply with rule 417 with a CA date of 04/24/2026</li> <li>3. Inspected Facilities - Bubbling around N. PARACHUTE EF12C D31 595 wellhead/well appears to lack mechanical integrity - Comply with rule 417 with a CA date of 04/24/2026</li> </ol> <p>Comments -</p> <p>Inspected Facilities - Multiple wells "as drilled" coordinates appear to be incorrect/not in compliance with with CECMC Rules 216 &amp; 414</p> <p>Stormwater - Gravel at start of lease road is compacted &amp; sediment laden &amp; chemical tank containments approximately 1/4 - 3/8 full of fluid, may need maintenance in the near future.</p> <p>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.</p>	smelserw	10/24/2025

**Attached Documents**

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

Document Num	Description	URL
404406363	INSPECTION SUBMITTED	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7297955">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7297955</a>
708907704	Inspection/Audit 708907701 Stormwater photo log	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7297951">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7297951</a>
708907705	Inspection/Audit 708907701 photo log	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7297952">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7297952</a>