

**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:

11/05/2025

Submitted Date:

11/12/2025

Document Number:

718100966

FIELD INSPECTION FORM

Loc ID: 335676 Inspector Name: Trujillo, Aaron On-Site Inspection: 2A Doc Num: _____

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

Status Summary:

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

Findings:

- 14 Number of Comments
- 5 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
		ecmc.inspections@qb-energy.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
335676	LOCATION	AC			-	NPR K10-596	RI

General Comment:

On 11/7/2025, Western Reclamation Work Lead Trujillo conducted an interim reclamation and stormwater inspection at Caerus Piceance LLCs' NPR 510-596 location in Garfield County, Colorado.

Location is within the following High Priority Habitats: Aquatic Native Species Conservation Waters; Elk Winter Concentration Area; Mule Deer Migration Corridor.

This inspection is a follow-up to #718100310 to document compliance with the following corrective actions:

- Mechanical integrity / Venting
- Wildlife protections / Secondary containment
- Stormwater / Stockpile protections

This inspection is also in response to FIRR #404144000 stating corrective actions have been completed; it was observed in this inspection that the corrective actions have been resolved.

The following new compliance issues were observed during this inspection:

- Spills/Fluids within containment
- Spills/open ended pipe
- Wildlife Protections
- Signage
- Interim Reclamation

Refer to the Location, Reclamation and Stormwater 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.

Location

Overall Good:

Signs/Marker:			
Type	OTHER		
Comment:	Location		
Corrective Action:			Date:
Type	BATTERY		
Comment:			
Corrective Action:			Date:
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:			Date:
Type	WELLHEAD		
Comment:	Signage has not been posted at wellheads pursuant to Rule 605.d		
Corrective Action:	Comply with Rule 605.d		Date: 12/12/2025

Emergency Contact Number:			
Comment:	970-285-2615; 1-800-791-7691; 911		
Corrective Action:			Date: _____

Overall Good:

Spills:			
Type	Area	Volume	
	Separator	<= 1 bbl	
Comment:	Open ended pipe observed at separator equipment on the north end of the Location; spill/stained soils evident below pipe equipment.		
Corrective Action:	Comply with Rule 608.e. Clean/Remediation spill/stained soils in accordance with Rule 912.a		Date: 11/12/2025

In Containment: No

Comment: _____

Multiple Spills and Releases?

Fencing/:			
Type	WELLHEAD		
Comment:	TA wells. Cattle panels and orange safety fencing at excavation.		
Corrective Action:			Date:
Type	WELLHEAD		
Comment:	Active wells- jersey barriers		
Corrective Action:			Date:
Type	SEPARATOR		
Comment:	jersey barriers		
Corrective Action:			Date:

Equipment:		corrective date
Type:	#	

Comment:	Open ended pipe observed at the secondary containment BMP, for the "TXAM Pumps" on the north end of the Location.		
Corrective Action:	Cover/cap open ended pipe to prevent wildlife access to comply with Rule 902.b, as well as to prevent spill/release.	Date:	11/27/2025
Type:	#		
Comment:	Secondary containment at pipeline equipment on the south end of the Location has re-filled with fluids.		
Corrective Action:	Remove and properly dispose fluids within containment. Comply with Rule 608.e to ensure good mechanical condition of the pipeline equipment.	Date:	11/27/2025

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	1	200 BBLs	STEEL AST		
Comment:	Venting issues observed in previous inspection has been resolved.				
Corrective Action:					Date:

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal				Adequate
Comment:	Containment BMP appeared to be in proper functioning condition at time of inspection.			
Corrective Action:				Date:

Venting:

Yes/No		
Comment:		
Corrective Action:		Date:

Flaring:

Type	
Comment:	
Corrective Action:	Date:

Inspected Facilities

Facility ID: 335676 Type: LOCATION API Number: - Status: AC 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: OTHER, RANGELAND

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND SEGREGATION _____

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? Fail 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? Fail
 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 Fail

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 After on-site observations and a review of historic imagery of the Location, it was determined that that the northeastern areas of the Location's original disturbance have not been reclaimed or stabilized in accordance with Rules 1003 and 1002.f. Soils are predominantly bare; erosion degradation is evident and appears to be traveling upslope, though shrubs established within the undisturbed upslope areas appear to be impeding further degradation (a head cut several feet in height is evident along the edge of where vegetation remains established). There are also areas within the reclaimed slopes on the northeast end of the Location that remain bare; additional reclamation efforts required within these areas.

Corrective Action Conduct reclamation in accordance with ECMC 1003 series rules and establish vegetation with total perennial, non-invasive uniform plant cover of at least eighty (80) percent of pre-disturbance or reference area levels. Use a seed mixture requested by the surface owner, or a mixture prescribed by the local soil conservation district. Comply with Rule 1002.f and implement control measures to stabilize the seeded soils, as well as to manage runoff/runoff, and continue to monitor and manage this site until Final Reclamation has passed.

Date _____

Overall Interim Reclamation Fail

Final Reclamation/ Abandoned Location:

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

Final Land Use: OTHER, RANGELAND

Reminder: _____

Comment: _____

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 _____

Non cropland: Revegetated 80% _____ Cropland: perennial forage _____

Weeds present _____ Subsidence _____

1004.d. FINAL VEGETATION TRANSECT
 TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

Comment:

Corrective Action:

Date _____

Overall Final Reclamation _____

Well Release on Active Location

Multi-Well Location

Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment

Comment: Subsidence issues observed within areas of the wells. Maintenance advised.
BMPs to stabilize the working pad surface, as well as to minimize vehicle tracking show signs of disrepair. Maintenance advised.
This Location is out of compliance with Rule 1002.f requirements- Refer to the reclamation section of this report for stormwater requirements related to interim reclamation.

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
404433513	INSPECTION SUBMITTED	https://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7328386
718100967	Inspection Photos	https://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7328366