

**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:

02/09/2026

Submitted Date:

02/12/2026

Document Number:

713401223

**FIELD INSPECTION FORM**

Loc ID 314380 Inspector Name: Popejoy, Dusty 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: 10775  
Name of Operator: KT RESOURCES LLC  
Address: 3381 WESTBROOK LANE  
City: HIGHLANDS State: CO Zip: 80129

**Findings:**

- 21 Number of Comments
- 2 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	
Baumgras, Dan		dan@kt-res.com	
Kellerby, Shaun		shaun.kellerby@state.co.us	
Adams, Karen		adams@kt-res.com	
Gale, Tony		tony@kt-res.com	
Haverkamp, Curtis		curtis.haverkamp@state.co.us	

**Inspected Facilities:**

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
228604	WELL	SI	06/01/2022	CBM	103-05520	LAD 1	SI

**General Comment:**

This is a Field Inspection/audit of the scout card, related documents and the location.

While there, I witnessed a wellhead seal test performed by Talon Field Services using Additel 681AEx pressure gauge, refer to FORM 4 document #404533469 & FORM 42 document #404536693.

Please refer to warning letter document #404417916 CA date 3/29/2026

**Location**

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

Overall Good:

<b>Signs/Marker:</b>			
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	CONTAINERS		
Comment:	Chemical tank label/starting to become illegible		
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:	Production tank label in disrepair/lacks required labeling/not in compliance with CECMC rules, refer to photos		
Corrective Action:	Comply with CECMC rule 605	Date:	03/12/2026

<b>Emergency Contact Number:</b>			
Comment:	800-288-0560/911		
Corrective Action:		Date:	_____

<b>Good Housekeeping:</b>			
Type	DEBRIS		
Comment:	Debris on location		
Corrective Action:		Date:	
Type	WEEDS		
Comment:	Weeds/undesirable plant species on location surrounding production equipment presents a potential fire hazard, refer to photos		
Corrective Action:	Comply with CECMC rules 606 & 610	Date:	02/19/2026

Overall Good:

<b>Spills:</b>			
Type	Area	Volume	
In Containment:	No		
Comment:	_____		
<input type="checkbox"/> Multiple Spills and Releases?			

<b>Fencing/:</b>			
Type	TANK BATTERY		
Comment:	Livestock fence		

Corrective Action:		Date:	
Type	SEPARATOR		
Comment:	Concrete barriers		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Riser - Concrete barriers		
Corrective Action:		Date:	

<b>Equipment:</b>			corrective date
Type: Bird Protectors	# 1		
Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 1		
Comment:	No form of pressure monitoring equipment. Bradenhead valve is accessible		
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		
Comment:	Chemical tank		
Corrective Action:		Date:	
Type: Deadman # & Marked	# 4		
Comment:			
Corrective Action:		Date:	

**Tanks and Berms:**

Contents	#	Capacity	Type	Tank ID	SE GPS
CRUDE OIL	1	400 BBLs	STEEL AST		,
Comment:	Tank equipped with telemetry				
Corrective Action:					Date:

**Paint**

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

**Berms**

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Earth				
Comment:	Unlined containment			

Corrective Action:		Date:	
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**Venting:**

Yes/No	NO		
Comment:			
Corrective Action:		Date:	

**Flaring:**

Type			
Comment:			
Corrective Action:		Date:	

**Inspected Facilities**

Facility ID: 228604 Type: WELL API Number: 103-05520 Status: SI Insp. Status: SI

**Idle Well**

Purpose:  Shut In  Temporarily Abandoned Reminder: \_\_\_\_\_

Comment: Shut in - Last produced May 2022  
At approximately 12:39 I witnessed a wellhead seal test performed by Talon Field Services using Additel 681AEx pressure gauge, refer to FORM 4 document #404533469 & FORM 42 document #404536693. Pressured to 2671 psi. Hold for 15 min. Final pressure 1808 psi.  
Please refer to warning letter document #404417916 CA date 3/29/2026

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
Compaction						Light compaction
		Ditches				
		Gravel				Sparse to none in most areas
		Compaction				Light compaction
				Material Handling And Spill Prevention		Chemical tank containment

Comment: Operator is responsible for maintaining Best Management Practices (BMP's) to control vehicle tracking and potential sediment discharges from operational roads, well pads, and other unpaved surfaces.

Corrective Action:

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

**Pits:**     NO SURFACE INDICATION OF PIT

**ECMC Comments**

Comment	User	Date
<p>CECMC Inspection/Audit Report Summary</p> <p>On 02/9/2026 at approximately 9:45 hours, Compliance Inspector Dusty Popejoy conducted an on-site inspection/audit at KT RESOURCES LLC LAD #1 PAD at Location ID #314380 in Rio Blanco County, Colorado.</p> <p>This location is within or in close proximity to a Parks and Wildlife (CPW) District with High Priority, NSO, Density Habitat regulations.</p> <p>While there, I witnessed a wellhead seal test performed by Talon Field Services using Additel 681AEx pressure gauge, refer to FORM 4 document #404533469 &amp; FORM 42 document #404536693. Please refer to warning letter document #404417916 CA date 3/29/2026</p> <p>During the inspection/audit, the following compliance issues were observed:</p> <ol style="list-style-type: none"> <li>1. Housekeeping - Weeds/undesirable plant species on location surrounding production equipment presents a potential fire hazard with a CA date of 02/19/2026</li> <li>2. Signs/Marker - Production tank label in disrepair/lacks required labeling/not in compliance with CECMC rules with a CA date of 03/12/2026</li> </ol> <p>Comments:</p> <ol style="list-style-type: none"> <li>1. Signs/Marker - Chemical tank label/starting to become illegible</li> <li>2. Housekeeping - Debris on location</li> </ol> <p>A follow-up on this site inspection/audit will be conducted to ensure the compliance issues have been corrected to comply with CECMC rules.</p> <p>This is a summary of inspection/audit report.</p>	popejoyd	02/12/2026

**Attached Documents**

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

Document Num	Description	URL
404544159	INSPECTION SUBMITTED	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7449203">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7449203</a>
713401224	713401223 Inspection- Audit Photos	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7449200">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7449200</a>
713401225	713401223 Inspection- Audit LAD 1 Pressure Test	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7449201">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7449201</a>
713401226	713401223 Inspection- Audit LAD 1 Wellhead Seal Repair	<a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7449202">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7449202</a>