

**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:

03/23/2026

Submitted Date:

03/23/2026

Document Number:

708908757

FIELD INSPECTION FORM

Loc ID 335825 Inspector Name: Smelser, Wayne On-Site Inspection 2A Doc Num: 400117052

Status Summary:

THIS IS A FOLLOW UP INSPECTION

FOLLOW UP INSPECTION REQUIRED

NO FOLLOW UP INSPECTION REQUIRED

Findings:

40 Number of Comments

1 Number of Corrective Actions

Corrective Action Response Requested

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

ANY CORRECTIVE ACTION(S) FROM PREVIOUS INSPECTIONS THAT HAVE NOT BEEN ADDRESSED ARE STILL APPLICABLE

Contact Information:

Contact Name	Phone	Email	Comment
Longworth, Mike		mike.longworth@state.co.us	
Heil, John		john.heil@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
272989	WELL	PR	01/24/2014	GW	045-10202	UNOCAL 16-12D	PR
272990	WELL	PR	02/01/2014	GW	045-10203	UNOCAL 16-11D	PR
272991	WELL	PR	11/01/2005	GW	045-10204	UNOCAL 16-21D	PR
272993	WELL	PR	06/11/2004	GW	045-10205	UNOCAL 16-22D	PR
412943	WELL	PR	11/11/2011	GW	045-18691	N. PARACHUTE MF02B-16 H17 69	PR
412946	WELL	PR	10/10/2011	GW	045-18692	N. Parachute MF03C-16 H17 69	PR
412947	WELL	PR	11/11/2011	GW	045-18693	N. PARACHUTE MF03B-16 H17 69	PR
412948	WELL	PR	06/01/2022	GW	045-18694	N. PARACHUTE MF02C-16 H17 69	PR
412949	WELL	PR	10/06/2011	GW	045-18695	N. PARACHUTE MF03D-16 H17 69	PR
412950	WELL	PR	10/10/2011	GW	045-18696	N. PARACHUTE MF04A-16 H17 69	PR
412951	WELL	PR	07/01/2022	GW	045-18697	N. PARACHUTE MF05D-16 H17 69	PR
412952	WELL	PR	07/01/2023	GW	045-18698	N. PARACHUTE MF05A-16 H17 69	PR
412953	WELL	PR	04/11/2012	GW	045-18699	N. PARACHUTE MF07B-16 H17 69	PR
412962	WELL	SI	05/01/2025	GW	045-18701	N. PARACHUTE MF12B-16 H17 69	SI

412963	WELL	PR	12/06/2012	GW	045-18702	N. PARACHUTE MF11A-16 H17 69	PR
412966	WELL	PR	04/11/2012	GW	045-18703	N. PARACHUTE MF07C-16 H17 69	PR
412967	WELL	PR	04/11/2012	GW	045-18704	N. PARACHUTE MF06C-16 H17 69	PR
412968	WELL	PR	02/27/2012	GW	045-18705	N. PARACHUTE MF06B-16 H17 69	PR
412969	WELL	PR	02/01/2021	GW	045-18706	N. PARACHUTE MF02D-16 H17 69	PR
412970	WELL	PR	09/14/2011	GW	045-18700	N. PARACHUTE MF06D-16 H17 69	PR

General Comment:

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

Location

Lease Road:			
Type	Access		
comment:			
Corrective Action			Date:

Overall Good:

Signs/Marker:			
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:			Date:
Type	BATTERY		
Comment:			
Corrective Action:			Date:
Type	OTHER		
Comment:	Signs at start of lease road		
Corrective Action:			Date:
Type	WELLHEAD		
Comment:			
Corrective Action:			Date:
Type	CONTAINERS		
Comment:	Chemical tanks		
Corrective Action:			Date:

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

Overall Good:

Spills:			
Type	Area	Volume	

In Containment: No

Comment:

Multiple Spills and Releases?

Fencing/:			
Type	WELLHEAD		
Comment:	Jersey barriers		
Corrective Action:			Date:
Type	OTHER		
Comment:	Gas lift & sales meter houses - jersey barriers		
Corrective Action:			Date:

Equipment:		corrective date
Type: Ancillary equipment	# 4	
Comment:	Chemical tanks	
Corrective Action:		Date:
Type: Ancillary equipment	# 9	
Comment:	Catalytic heaters in meter houses	
Corrective Action:		Date:
Type: Gas Meter Run	# 20	
Comment:	Gas lift	
Corrective Action:		Date:
Type: Bradenhead	# 20	
Comment:	Taylor plugs located on bradenheads	
Corrective Action:		Date:
Type: Ancillary equipment	# 1	
Comment:	Qnergy air compressor	
Corrective Action:		Date:
Type: Gas Meter Run	# 20	
Comment:	Sales	
Corrective Action:		Date:
Type: Ancillary equipment	# 1	
Comment:	Qnergy nat gas gen set	
Corrective Action:		Date:
Type: Plunger Lift	# 20	
Comment:	All wells on plunger lift	
Corrective Action:		Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	1	<100 BBLS	STEEL AST		
Comment:	Tank failure - Multiple holes in tank/tank lacks integrity (Additionally holes in tank constitute a wildlife hazard)				
Corrective Action:	Comply with CECMC Rules 608 & 609				Date: 04/22/2026

Paint

Condition	Inadequate
Other (Content)	
Other (Capacity)	80 bbl
Other (Type)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Metal	Adequate	Walls Sufficent		
Comment:				

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:	272989	Type:	WELL	API Number:	045-10202	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:	272990	Type:	WELL	API Number:	045-10203	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:	272991	Type:	WELL	API Number:	045-10204	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:	272993	Type:	WELL	API Number:	045-10205	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:	412943	Type:	WELL	API Number:	045-18691	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:	412946	Type:	WELL	API Number:	045-18692	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:	412947	Type:	WELL	API Number:	045-18693	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:	412948	Type:	WELL	API Number:	045-18694	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										

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:	412949	Type:	WELL	API Number:	045-18695	Status:	PR	Insp. Status:	PR
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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:	412950	Type:	WELL	API Number:	045-18696	Status:	PR	Insp. Status:	PR
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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:	412951	Type:	WELL	API Number:	045-18697	Status:	PR	Insp. Status:	PR
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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:	412952	Type:	WELL	API Number:	045-18698	Status:	PR	Insp. Status:	PR
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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:	412953	Type:	WELL	API Number:	045-18699	Status:	PR	Insp. Status:	PR
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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:	412962	Type:	WELL	API Number:	045-18701	Status:	SI	Insp. Status:	SI
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Idle Well			
Purpose:	<input checked="" type="checkbox"/> Shut In <input type="checkbox"/> Temporarily Abandoned	Reminder:	
Comment:	Shut In - Last Produced April 2025		
Corrective Action:		Date:	

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

Facility ID:	412963	Type:	WELL	API Number:	045-18702	Status:	PR	Insp. Status:	PR
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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: 412966 Type: WELL API Number: 045-18703 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: 412967 Type: WELL API Number: 045-18704 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: 412968 Type: WELL API Number: 045-18705 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: 412969 Type: WELL API Number: 045-18706 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: 412970 Type: WELL API Number: 045-18700 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

Reclamation - Storm Water - Pit

Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
				Material Handling And Spill Prevention		Chemical tank containments
Compaction						Small amount of light compaction
		Ditches				
		Gravel				Sparse
Retention Ponds						
		Culverts				
Gravel						Sparse to none in most areas
Hydro Mulch						
Berms						
Rip Rap						
Waddles						
Slope Roughening						
Ditches						
		Compaction				

Comment:

Corrective Action:

Date: _____

Pits: NO SURFACE INDICATION OF PIT

ECMC Comments

Comment	User	Date
<p>CECMC Inspection/Audit Report Summary On 03/23/2026 at approximately 12:37 hours, I, Compliance Specialist, Wayne Smelser Conducted an on-site inspection/audit at QB ENERGY OPERATING LLC N. PARACHUTE MF H17 696 Location # 335825 in Garfield County Colorado. Location is within High Priority/Density/Black Bear Habitat areas & in close proximity to NSO Habitat area. Location is approximately 315 yards from Parachute Creek. While there, I observed normal production operations.</p> <p>During this inspection/audit the following compliance issues were observed:</p> <p>1. Tanks & Berms - Tank failure - Multiple holes in tank/tank lacks integrity - Comply with Rules 608 & 609 with a CA date of 04/22/2026</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	03/23/2026

Attached Documents

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

Document Num	Description	URL
404592580	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7490756
708908758	Inspection/Audit 708908757 Stormwater photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7490754
708908759	Inspection/Audit 708908757 photo log	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=7490755