

**FORM
INSP**

Rev
05/11

**State of Colorado
Oil and Gas Conservation Commission**

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



Inspection Date:

08/13/2016

Document Number:

675203199

Overall Inspection:

SATISFACTORY

FIELD INSPECTION FORM

| | | | | | |
|---------------------|---------------|---------------|------------------------|--------------------------|-------------|
| Location Identifier | Facility ID | Loc ID | Inspector Name: | On-Site Inspection | 2A Doc Num: |
| | <u>294461</u> | <u>334127</u> | <u>CONKLIN, CURTIS</u> | <input type="checkbox"/> | |

Operator Information:

| | |
|-----------------------|--|
| OGCC Operator Number: | <u>10456</u> |
| Name of Operator: | <u>CAERUS PICEANCE LLC</u> |
| Address: | <u>1001 17TH STREET #1600</u> |
| City: | <u>DENVER</u> State: <u>CO</u> Zip: <u>80202</u> |

- THIS IS A FOLLOW UP INSPECTION
- FOLLOW UP INSPECTION REQUIRED
- NO FOLLOW UP INSPECTION REQUIRED
- INSPECTOR REQUESTS FORM 42 WHEN CORRECTIVE ACTIONS ARE COMPLETED

Contact Information:

| Contact Name | Phone | Email | Comment |
|------------------|-------|------------------------------|---------|
| Elsener, Garrett | | garrett@caerusoilandgas.com | |
| McKee, Michael | | MMckee@caerusoilandgas.com | EHS |
| Janicek, Jake | | JJanicek@caerusoilandgas.com | |

Compliance Summary:

QtrQtr: SWSW Sec: 7 Twp: 8S Range: 95W

Inspector Comment:

Inspection in response to Spring Creek 2 Fire. No evidence of damage to location or equipment.

Related Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status | |
|-------------|------|--------|-------------|------------|-----------|-------------------------|-------------|-------------------------------------|
| 293138 | WELL | PR | 08/26/2008 | GW | 045-14893 | M DUTTON 7-24D (SGV 7N) | PR | <input checked="" type="checkbox"/> |
| 293139 | WELL | PR | 01/07/2011 | GW | 045-14895 | M DUTTON 7-24B(SGV 7N) | PR | <input checked="" type="checkbox"/> |
| 293140 | WELL | PR | 08/26/2008 | GW | 045-14894 | M DUTTON 7-24C (SGV 7N) | PR | <input checked="" type="checkbox"/> |
| 293141 | WELL | PR | 01/08/2009 | GW | 045-14896 | M DUTTON 7-23D (SGV 7N) | PR | <input checked="" type="checkbox"/> |
| 293143 | WELL | PR | 05/06/2009 | GW | 045-14897 | M DUTTON 7-23C (SGV 7N) | PR | <input checked="" type="checkbox"/> |
| 293144 | WELL | PR | 09/03/2009 | GW | 045-14898 | M DUTTON 7-24A (SGV 7N) | PR | <input checked="" type="checkbox"/> |
| 294456 | WELL | PR | 09/02/2009 | GW | 045-15416 | M. DUTTON 7-13D | PR | <input checked="" type="checkbox"/> |
| 294457 | WELL | PR | 01/14/2011 | GW | 045-15417 | M. DUTTON 7-14A | PR | <input checked="" type="checkbox"/> |
| 294458 | WELL | PR | 10/08/2008 | GW | 045-15418 | M. DUTTON 7-14C | PR | <input checked="" type="checkbox"/> |
| 294459 | WELL | PR | 12/02/2009 | GW | 045-15419 | M. DUTTON 7-14D | PR | <input checked="" type="checkbox"/> |

| | | | | | | | | |
|--------|------|----|------------|----|-----------|-----------------|----|-------------------------------------|
| 294460 | WELL | PR | 08/27/2009 | GW | 045-15420 | M. DUTTON 7-13C | PR | <input checked="" type="checkbox"/> |
| 294461 | WELL | PR | 04/30/2010 | GW | 045-15421 | M. DUTTON 7-14B | PR | <input checked="" type="checkbox"/> |

Equipment: Location Inventory

| | | | |
|------------------------------|------------------------|---------------------|-------------------------|
| Special Purpose Pits: _____ | Drilling Pits: _____ | Wells: _____ | Production Pits: _____ |
| Condensate Tanks: _____ | Water Tanks: _____ | Separators: _____ | Electric Motors: _____ |
| Gas or Diesel Mortors: _____ | Cavity Pumps: _____ | LACT Unit: _____ | Pump Jacks: _____ |
| Electric Generators: _____ | Gas Pipeline: _____ | Oil Pipeline: _____ | Water Pipeline: _____ |
| Gas Compressors: _____ | VOC Combustor: _____ | Oil Tanks: _____ | Dehydrator Units: _____ |
| Multi-Well Pits: _____ | Pigging Station: _____ | Flare: _____ | Fuel Tanks: _____ |

Location

Lease Road:

| Type | Satisfactory/Action Required | comment | Corrective Action | Date |
|--------|------------------------------|---------|-------------------|------|
| Access | SATISFACTORY | | | |

Signs/Marker:

| Type | Satisfactory/Action Required | Comment | Corrective Action | CA Date |
|----------------------|------------------------------|---------|-------------------|---------|
| WELLHEAD | SATISFACTORY | | | |
| TANK LABELS/PLACARDS | SATISFACTORY | | | |

Emergency Contact Number (S/AR): SATISFACTORY Corrective Date: _____
 Comment: _____
 Corrective Action: _____

Spills:

| Type | Area | Volume | Corrective action | CA Date |
|--|------|--------|-------------------|---------|
| <input type="checkbox"/> Multiple Spills and Releases? | | | | |

Fencing/:

| Type | Satisfactory/Action Required | Comment | Corrective Action | CA Date |
|--------------|------------------------------|---------|-------------------|---------|
| SEPARATOR | SATISFACTORY | | | |
| TANK BATTERY | SATISFACTORY | | | |
| WELLHEAD | SATISFACTORY | | | |

Tanks and Berms:

New Tank Tank ID: _____

| Contents | # | Capacity | Type | SE GPS |
|--------------------|--------------|----------|--------------------------------------|------------------|
| CONDENSATE | 4 | 300 BBLS | STEEL AST | |
| S/AR | SATISFACTORY | | Comment: AIRS ID 045-1697-001 | |
| Corrective Action: | | | | Corrective Date: |

Paint

| | |
|-----------------|----------|
| Condition | Adequate |
| Other (Content) | _____ |

Inspector Name: CONKLIN, CURTIS

Other (Capacity) _____

Other (Type) _____

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|-------|----------|---------------------|---------------------|-------------|
| Metal | Adequate | Walls Sufficient | Base Sufficient | Adequate |

| | | | |
|-------------------|--|-----------------|--|
| Corrective Action | | Corrective Date | |
| Comment | | | |

Venting:

| | |
|---------|----|
| Yes/No | NO |
| Comment | |

Flaring:

| Type | Satisfactory/Action Required |
|--------------------|------------------------------|
| Comment: | |
| Corrective Action: | Correct Action Date: |

Predrill

Location ID: 294461
 Lease Road Adeq.: _____ Pads: _____ Soil Stockpile: _____
S/AR: _____
 Corrective Action: _____ Date: _____ CDP Num.: _____

Form 2A COAs:

S/AR: _____ **Comment:** _____
CA: _____ **Date:** _____

Wildlife BMPs:

S/AR: _____ **Comment:** _____
CA: _____ **Date:** _____

Comment: _____

Staking:

On Site Inspection (305):

Surface Owner Contact Information:

Name: _____ Address: _____
 Phone Number: _____ Cell Phone: _____

Operator Rep. Contact Information:

Landman Name: _____ Phone Number: _____
 Date Onsite Request Received: _____ Date of Rule 306 Consultation: _____

Request LGD Attendance: _____

LGD Contact Information:

Name: _____ Phone Number: _____ Agreed to Attend: _____

Summary of Landowner Issues:

Summary of Operator Response to Landowner Issues:

Onsite Inspection Memorandum Summarizing Discussions at Inspection as Attachment:

Facility

Facility ID: 293138 Type: WELL API Number: 045-14893 Status: PR Insp. Status: PR

Facility ID: 293139 Type: WELL API Number: 045-14895 Status: PR Insp. Status: PR

Facility ID: 293140 Type: WELL API Number: 045-14894 Status: PR Insp. Status: PR

Facility ID: 293141 Type: WELL API Number: 045-14896 Status: PR Insp. Status: PR

Facility ID: 293143 Type: WELL API Number: 045-14897 Status: PR Insp. Status: PR

Facility ID: 293144 Type: WELL API Number: 045-14898 Status: PR Insp. Status: PR

Facility ID: 294456 Type: WELL API Number: 045-15416 Status: PR Insp. Status: PR

Facility ID: 294457 Type: WELL API Number: 045-15417 Status: PR Insp. Status: PR

Facility ID: 294458 Type: WELL API Number: 045-15418 Status: PR Insp. Status: PR

Facility ID: 294459 Type: WELL API Number: 045-15419 Status: PR Insp. Status: PR

Facility ID: 294460 Type: WELL API Number: 045-15420 Status: PR Insp. Status: PR

Facility ID: 294461 Type: WELL API Number: 045-15421 Status: PR Insp. Status: PR

Environmental

Spills/Releases:

Type of Spill: _____ Description: _____ Estimated Spill Volume: _____
 Comment:
 Corrective Action: _____ Date: _____
 Reportable: _____ GPS: Lat _____ Long _____
 Proximity to Surface Water: _____ Depth to Ground Water: _____

Water Well:

DWR Receipt Num: _____ Owner Name: _____ GPS : _____ Lat _____ Long _____

Field Parameters:

Sample Location:

Emission Control Burner (ECB): _____
 Comment: _____
 Pilot: _____ Wildlife Protection Devices (fired vessels): _____

Reclamation - Storm Water - Pit

Interim Reclamation:

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____
 Land Use: _____
 Comment:
 1003a. Waste and Debris removed? _____
 CM _____
 CA _____ CA Date _____
 Unused or unneeded equipment onsite? _____
 CM _____
 CA _____ CA Date _____
 Pit, cellars, rat holes and other bores closed? _____
 CM _____

CA _____ CA Date _____

Guy line anchors marked? _____

CM _____

CA _____ CA 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 _____

1003 f. Weeds Noxious weeds? _____

Comment: _____

Overall Interim Reclamation

Final Reclamation/ Abandoned Location:

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

Final Land Use: _____

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 _____

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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Gravel | Pass | | | | | |
| Berms | Pass | Compaction | Pass | | | |
| Compaction | Pass | Culverts | Pass | | | |

Inspector Name: CONKLIN, CURTIS

| | | | | | | |
|---------|------|--------|------|--|--|--|
| Ditches | Pass | Gravel | Pass | | | |
|---------|------|--------|------|--|--|--|

S/A/V: SATISFACTORY Corrective Date: _____

Comment: _____

CA: _____

Pits: NO SURFACE INDICATION OF PIT