

**FORM
INSP**Rev
X/15

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:

05/31/2017

Submitted Date:

06/05/2017

Document Number:

674603356**FIELD INSPECTION FORM**

Loc ID 446290	Inspector Name: Maclaren, Joe	On-Site Inspection <input type="checkbox"/>	2A Doc Num: _____	Status Summary: <input type="checkbox"/> THIS IS A FOLLOW UP INSPECTION <input type="checkbox"/> FOLLOW UP INSPECTION REQUIRED <input type="checkbox"/> NO FOLLOW UP INSPECTION REQUIRED
Operator Information: OGCC Operator Number: <u>10633</u> Name of Operator: <u>CRESTONE PEAK RESOURCES OPERATING LLC</u> Address: <u>1801 CALIFORNIA STREET #2500</u> City: <u>DENVER</u> State: <u>CO</u> Zip: <u>80202</u>				Findings: <u>2</u> Number of Comments <u>0</u> Number of Corrective Actions <input type="checkbox"/> Corrective Action Response Requested

Contact Information:

Contact Name	Phone	Email	Comment
Schlagenhauf, Mark		mark.schlagenhauf@state.co.us	
,		cogcc.inspections@crestonepr.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
446282	WELL	PR	01/01/2017		123-43296	Morgan Hills 1E-7H-A168	EG
446283	WELL	PR	01/01/2017		123-43297	Morgan Hills 1H-7H-A168	EG
446284	WELL	PR	01/01/2017		123-43298	Morgan Hills 1A-7H-A168	EG
446285	WELL	PR	01/01/2017		123-43299	Morgan Hills 1D-7H-A168	EG
446286	WELL	PR	01/01/2017		123-43300	Morgan Hills 1C-7H-A168	EG
446287	WELL	PR	01/01/2017		123-43301	Morgan Hills 1B-7H-A168	EG
446288	WELL	PR	01/01/2017		123-43302	Morgan Hills 1G-7H-A168	EG
446289	WELL	PR	01/01/2017		123-43303	Morgan Hills 1F-7H-A168	EG

General Comment:

COGCC Integrity Inspector met with Crestone Peak pipeline inspector Ed Newman and witnessed pressure testing of the temporary 6" natural gas pipeline associated with the Morgan Hills 7H-A168 well pad. Details are available in the flowline section of this report. Photo's uploaded can be accessed via links at end of report.

Inspected Facilities

Facility ID: <u>446282</u>	Type: <u>WELL</u>	API Number: <u>123-43296</u>	Status: <u>PR</u>	Insp. Status: <u>EG</u>
Facility ID: <u>446283</u>	Type: <u>WELL</u>	API Number: <u>123-43297</u>	Status: <u>PR</u>	Insp. Status: <u>EG</u>
Facility ID: <u>446284</u>	Type: <u>WELL</u>	API Number: <u>123-43298</u>	Status: <u>PR</u>	Insp. Status: <u>EG</u>
Facility ID: <u>446285</u>	Type: <u>WELL</u>	API Number: <u>123-43299</u>	Status: <u>PR</u>	Insp. Status: <u>EG</u>
Facility ID: <u>446286</u>	Type: <u>WELL</u>	API Number: <u>123-43300</u>	Status: <u>PR</u>	Insp. Status: <u>EG</u>
Facility ID: <u>446287</u>	Type: <u>WELL</u>	API Number: <u>123-43301</u>	Status: <u>PR</u>	Insp. Status: <u>EG</u>
Facility ID: <u>446288</u>	Type: <u>WELL</u>	API Number: <u>123-43302</u>	Status: <u>PR</u>	Insp. Status: <u>EG</u>
Facility ID: <u>446289</u>	Type: <u>WELL</u>	API Number: <u>123-43303</u>	Status: <u>PR</u>	Insp. Status: <u>EG</u>

Flowline

#1	Type: Non-Well Site	1 of Lines
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Flowline Description

Flowline Type: Non-Well Site Size: 6" Material: Carbon Steel
Variance: Age: New Contents: Natural Gas

Integrity Summary

Failures: Spills: Repairs Made:
Coatings: H2S: Cathodic Protection:

Pressure Testing

Witnessed: Yes Test Result: Pass Charted: Yes

COGCC Rules (check all that apply)

☒ 1101. Installation and Reclamation ☐ 1102. Operations, Maintenance, and Repair ☐ 1103. Abandonment

Comment: Pressure testing (4hr/ Hydro test) performed and witnessed on the temporary 6" above ground carbon steel natural gas flowline. The test recorded minimal pressure deviation (loss<10%) and adequate stabilization (near 1050 psi); This test witnessed is deemed passing/ satisfactory. A chart recorder and data logger (Crystal Gauge) were both used to record the pressure test - records retained by Crestone Peak Resources.

Corrective Action: **Date:**

Attached Documents

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

Document Num	Description	URL
674603357	Signage and view of temporary 6" gas flowline	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4162218
674603358	View of chart recorder/ graph	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4162219