

**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:

09/07/2017

Submitted Date:

09/07/2017

Document Number:

685503743

FIELD INSPECTION FORM

Loc ID 451659 Inspector Name: MONTOYA, JOHN 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:

OGCC Operator Number: 10651
Name of Operator: VERDAD RESOURCES LLC
Address: 5950 CEDAR SPRINGS ROAD
City: DALLAS State: TX Zip: 75235

Findings:

- 4 Number of Comments
- 0 Number of Corrective Actions
- Corrective Action Response Requested

Contact Information:

| Contact Name | Phone | Email | Comment |
|------------------|--------------|------------------------|---------------------------------|
| BEECHERL, ARTHUR | 214-728-1840 | abeecherl@beecherl.com | all inspections |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|----------------------|-------------|
| 451674 | WELL | DG | 09/05/2017 | | 123-45163 | WARNER 01N-64W-17-2H | DG |

General Comment:

Location

| | | | |
|--------------------|------|-------|--|
| Lease Road: | | | |
| Type | Main | | |
| comment: | | | |
| Corrective ActionL | | Date: | |

Overall Good:

| | |
|---------------------------|---------------------------|
| Emergency Contact Number: | |
| Comment: | INSIDE RIG PUSHERS OFFICE |
| Corrective Action: | |
| | Date: _____ |

Overall Good:

| | | | | |
|----------------|------|--------|--|--|
| Spills: | | | | |
| Type | Area | Volume | | |

In Containment: No

Comment: _____

Multiple Spills and Releases?

Venting:

| | | | |
|--------------------|--|-------|--|
| Yes/No | | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Flaring:

| | | | |
|--------------------|--|-------|--|
| Type | | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Inspected Facilities

Facility ID: 451674 Type: WELL API Number: 123-45163 Status: DG Insp. Status: DG

Well Drilling

Rig: Rig Name: EXTREME 20 Pusher/Rig Manager: MIKE MAGNESS
 Permit Posted: Yes Access Sign: Yes

Well Control Equipment:

Pipe Ram: _____ Blind Ram: _____ Hydril Type: _____
 Pressure Test BOP: _____ Test Pressure PSI: _____ Safety Plan: _____

Drill Fluids

Management:

Lined Pit: _____ Unlined Pit: _____ Closed Loop: _____ Semi-Closed Loop: YES
 Multi-Well: YES Disposal Location: WASTE MANAGMENT

Comment: JUST CEMENTING SURFACE, BOP'S ARE NOT ON WELL, DRILLING MUD AND GEL IN CONTAINMENTS, NO TRASH AROUND LOCATION, BMP'S ARE GOOD, WASTE OIL AND GOOD OIL ON CONTAINMENT @ BOP'S WILL BE PUT ON TOMORROW, JUST DRILLING SURFACE CSG

Corrective Action: _____ Date: _____

COGCC Comments

| Comment | User | Date |
|----------------|----------|------------|
| RIG INSPECTION | montoyaj | 09/07/2017 |

Attached Documents

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

| Document Num | Description | URL |
|--------------|-----------------------|---|
| 685503744 | BMP'S AROUND LOCATION | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4246265 |