

**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:

10/17/2017

Submitted Date:

10/17/2017

Document Number:

680602093**FIELD INSPECTION FORM**

Loc ID 440803 Inspector Name: ROY, CATHERINE On-Site Inspection ☐ 2A Doc Num: _____

Operator Information:OGCC Operator Number: 77330Name of Operator: SG INTERESTS I LTDAddress: 100 WAUGH DR SUITE 400City: HOUSTON State: TX Zip: 77007**Status Summary:**☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**4 Number of Comments1 Number of Corrective Actions☒ Corrective Action Response Requested**Contact Information:**

| Contact Name | Phone | Email | Comment |
|--------------|--------------|----------------------------|---------------------------------|
| , ' | 970-385-0696 | inspection@sginterests.com | All Inspections |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|-------------------------------|-------------|
| 438645 | WELL | PR | 12/13/2015 | LO | 051-06045 | Falcon Seaboard 11-90-12 3 | RI |
| 441411 | WELL | XX | 02/09/2017 | LO | 051-06138 | Falcon Seaboard 11-90-12 6 | RI |
| 441412 | WELL | WO | 08/23/2015 | LO | 051-06139 | Falcon Seaboard 11-90-12 5 | RI |
| 441922 | WELL | XX | 04/13/2017 | LO | 051-06148 | Falcon Seaboard 11-90-12 7 | RI |

General Comment:

[Any corrective actions not addressed from previous inspections are still applicable.](#)

Inspected Facilities

| | | | | |
|----------------------------|-------------------|------------------------------|-------------------|-------------------------|
| Facility ID: <u>438645</u> | Type: <u>WELL</u> | API Number: <u>051-06045</u> | Status: <u>PR</u> | Insp. Status: <u>RI</u> |
| Facility ID: <u>441411</u> | Type: <u>WELL</u> | API Number: <u>051-06138</u> | Status: <u>XX</u> | Insp. Status: <u>RI</u> |
| Facility ID: <u>441412</u> | Type: <u>WELL</u> | API Number: <u>051-06139</u> | Status: <u>WO</u> | Insp. Status: <u>RI</u> |
| Facility ID: <u>441922</u> | Type: <u>WELL</u> | API Number: <u>051-06148</u> | Status: <u>XX</u> | Insp. Status: <u>RI</u> |

Environmental**Spills/Releases:**

Type of Spill: OTHER E&P WASTE

Estimated Spill Volume: _____

Comment: What appears to be free standing oily materials and contaminants are ponded on the well pad and in the well cellar. Oil stained soils also present. E&P Waste not properly stored, handled, transported, treated, recycled, or disposed per Rule 907.

Corrective Action: Contact COGCC EPS staff, Jim Hughes at 970-903-4072 within 48 hours.

Date: 10/19/2017

Reportable: _____

GPS: Lat _____ Long _____

Proximity to Surface Water: _____

Depth to Ground Water: _____

Water Well Complaint:

Lat _____ Long _____

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

Field Parameters:

Sample Location: _____ Comment: _____

Reclamation - Storm Water - Pit**Interim Reclamation:**

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: IMPROVED PASTURE, IRRIGATED, OTHER _____

Comment: Outer portion of project area is revegetated. Additional permitted wells are pending drilling.**1002 SITE PREPARATION AND STABILIZATION**

1002a. FENCING _____

Comment _____

Corrective Action _____ Date _____

1002b. SOIL REMOVAL AND
SEGREGATION _____

Comment _____

Corrective Action _____ Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____ Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____ Date _____

1003a. Waste and Debris removed? _____

Comment _____

Corrective Action _____ Date _____

Unused or unneeded equipment onsite? _____

Comment _____

Corrective Action _____ Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment _____

Corrective Action _____ Date _____

Guy line anchors marked? _____

Comment _____

Corrective Action _____ 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 REVEGETATIONCropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-Cropland

Top soil replaced _____ Recontoured _____ 80% Revegetation _____

1003e. INTERIM VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? _____

Comment _____

Corrective Action _____ Date _____

Overall Interim Reclamation

Final Reclamation/ Abandoned Location:

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

Final Land Use: IMPROVED PASTURE, IRRIGATED _____

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 _____

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

Comment: _____

Corrective Action: _____ Date _____

Overall Final Reclamation _____ Well Release on Active Location ☐ Multi-Well Location ☐

Attached Documents

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

| Document Num | Description | URL |
|--------------|-------------------------|---|
| 401433291 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4277403 |
| 401435933 | Inspection Photos | Inspection Photos 051-06139 10-17-2017.pdf |