

**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:

01/30/2018

Submitted Date:

02/08/2018

Document Number:

680102667**FIELD INSPECTION FORM**Loc ID 334740 Inspector Name: Colby, Lou On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 10456Name of Operator: CAERUS PICEANCE LLCAddress: 1001 17TH STREET #1600City: DENVER State: CO Zip: 80202**Status Summary:**☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**5 Number of Comments3 Number of Corrective Actions☒ Corrective Action Response Requested**Contact Information:**

| Contact Name | Phone | Email | Comment |
|--------------|-------|---|---------|
| | | cogcc.inspections@caerusoila ndgas.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|----------------------|-------------|
| 292167 | WELL | SI | 10/01/2016 | GW | 045-14609 | SCHWARTZ 11-2A (O2E) | RI |
| 292168 | WELL | PR | 01/25/2008 | GW | 045-14608 | SCHWARTZ 2-15A (O2E) | RI |
| 292172 | WELL | PR | 06/05/2008 | GW | 045-14615 | SCHWARTZ 11-3B (O2E) | RI |
| 292173 | WELL | SI | 10/01/2016 | GW | 045-14614 | SCHWARTZ 2-14A (O2E) | RI |
| 292448 | WELL | PR | 06/03/2008 | GW | 045-14726 | SCHWARTZ 2-14D (O2E) | RI |

General Comment:

This is an Interim Reclamation & Stormwater focused Inspection. Any Corrective Actions from previous Inspections that have not been addressed are still applicable.

| Inspected Facilities | | | | |
|----------------------------|-------------------|------------------------------|-------------------|-------------------------|
| Facility ID: <u>292167</u> | Type: <u>WELL</u> | API Number: <u>045-14609</u> | Status: <u>SI</u> | Insp. Status: <u>RI</u> |
| Facility ID: <u>292168</u> | Type: <u>WELL</u> | API Number: <u>045-14608</u> | Status: <u>PR</u> | Insp. Status: <u>RI</u> |
| Facility ID: <u>292172</u> | Type: <u>WELL</u> | API Number: <u>045-14615</u> | Status: <u>PR</u> | Insp. Status: <u>RI</u> |
| Facility ID: <u>292173</u> | Type: <u>WELL</u> | API Number: <u>045-14614</u> | Status: <u>SI</u> | Insp. Status: <u>RI</u> |
| Facility ID: <u>292448</u> | Type: <u>WELL</u> | API Number: <u>045-14726</u> | Status: <u>PR</u> | Insp. Status: <u>RI</u> |

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

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

Land Use: _____

Comment: _____

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? FailComment Fence Panels, assorted wiring & equipment are collapsed /stored outside of installed Well Fencing.Corrective Action Remove unused equipment from LocationDate 03/08/2018Pit, cellars, rat holes and other bores closed? Pass

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? PassComment Four Marked Anchors noted

Corrective Action _____

Date _____

1003b. Area no longer in use? PassProduction areas stabilized ? Pass1003c. Compacted areas have been cross ripped? Pass1003d. Drilling pit closed? PassSubsidence over on drill pit? Pass

Cuttings management: _____

1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? InProduction areas have been stabilized? Pass

Segregated soils have been replaced? _____

RESTORATION AND REVEGETATIONCropland

Top soil replaced _____

Recontoured _____

Perennial forage re-established _____

Non-Cropland

Top soil replaced _____

Recontoured Pass80% Revegetation In

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? FComment Several Tamarisk Plants (B List Noxious Weed) & Cocklebur were noted in water retainment areas of Location.Corrective Action Control Weeds in growing Season 2018.Date 05/01/2018Overall Interim Reclamation In Process**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 _____

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 ☐

Storm Water:

| Loc Erosion BMPs | BMP Maintenance | Lease Road Erosion BMPs | Lease BMP Maintenance | Chemical BMPs | Chemical BMP Maintenance | Comment |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Compaction | Pass | | | | | |
| Sediment Traps | Pass | | | | | |
| Seeding | Pass | | | | | |
| Berms | Pass | Compaction | Fail | | | |
| Ditches | Pass | | | | | |
| Gravel | Pass | Gravel | Fail | | | |

Comment: Areas of Access Road, downgradient from Location need Maintenance; snow melt was not draining off road & creating very muddy conditions, inhibiting access to site & could cause vehicles to slide off road into adjacent field. Refer to Photos attached.

Corrective Action: Install or repair required BMPs per Rule 1002.f. Refer to the 1002.f guidance document for further details.

Date: 03/08/2018

Pits: ☒ NO SURFACE INDICATION OF PIT

Attached Documents

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

| Document Num | Description | URL |
|--------------|----------------------|---|
| 401540414 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4373920 |
| 680102675 | Inspection Photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4373906 |