

**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:

07/02/2018

Submitted Date:

07/03/2018

Document Number:

688302161**FIELD INSPECTION FORM**Loc ID 449920 Inspector Name: Sherman, Susan On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**OGCC Operator Number: 10625Name of Operator: HIGHLANDS NATURAL RESOURCES CORPORATIONAddress: 220 JOSEPHINE STREETCity: DENVER State: CO Zip: 80206**Status Summary:**

- ☐ THIS IS A FOLLOW UP INSPECTION
- ☐ FOLLOW UP INSPECTION REQUIRED
- ☐ NO FOLLOW UP INSPECTION REQUIRED

Findings:11 Number of Comments1 Number of Corrective Actions☒ Corrective Action Response Requested**Contact Information:**

Contact Name	Phone	Email	Comment
Walker, Tom	307-266-0241	tom.walker@truecos.com	Principal Agent
Price, Robert	(918) 361-7000	robert.price@highlandsnr.com	Designated Agent/President
Anderson, Eric	(303) 798-0356	eric.anderson@highlandsnr.com	Principal Agent/Land Manager
Fanto, John	307-266-0222	john.fanto@truecos.com	Designated Agent
Miller, Stephen	(361) 230-9375	stephen.miller@highlandsnr.com	Designated Agent/Engineer

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
449921	WELL	PR	10/01/2017		005-07267	WILDHORSE 5-64 15-16-1BHZ	PR
449923	WELL	PR	10/01/2017	OW	005-07269	POWELL 5-64 15-16-1CHZ	PR

General Comment:Routine Inspection, Form 10 is in process

LocationOverall Good: ☒

Signs/Marker:			
Type	CONTAINERS		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment:

Corrective Action:

Date: _____

Good Housekeeping:

Type	OTHER		
Comment:	The four inner tank bottom tank valves are leaking inside of containment (see attached photo).		
Corrective Action:	Securely fasten all valves, pipes, and fittings to ensure good mechanical condition, inspect at regular intervals and maintain in good mechanical condition per Rule 605.d.	Date:	08/03/2018

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 FacilitiesFacility ID: 449921 Type: WELL API Number: 005-07267 Status: PR Insp. Status: PR**Producing Well**Comment: PR. Jun 2018 production reported to COGCC database.Corrective Action: Date: **BradenHead**Comment: Bradenhead is plumbed to surface.Corrective Action: Date: Facility ID: 449923 Type: WELL API Number: 005-07269 Status: PR Insp. Status: PR**Producing Well**Comment: PR. Jun 2018 production reported to COGCC database.Corrective Action: Date: **BradenHead**Comment: Bradenhead is plumbed to surface.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
401693395	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4513469
688302162	Highlands Wildhorse/Powell CO Tanks	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4513460
688302163	Highlands Wildhorse/Powell CO Tanks	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4513461