

**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:

09/18/2018

Submitted Date:

09/19/2018

Document Number:

691200459**FIELD INSPECTION FORM**
 Loc ID 323513 Inspector Name: Evins, Bret On-Site Inspection ☐ 2A Doc Num: _____
Operator Information:OGCC Operator Number: 10112Name of Operator: FOUNDATION ENERGY MANAGEMENT LLCAddress: 5057 KELLER SPRINGS RD STE 650City: ADDISON State: TX Zip: 75001**Status Summary:**☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**13 Number of Comments3 Number of Corrective Actions☒ Corrective Action Response Requested**Contact Information:**

| Contact Name | Phone | Email | Comment |
|--------------|-------|---------------------------------|---------------------------------|
| , | | regulatory@foundationenergy.com | All Inspections |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|------------------|-------------|
| 245343 | WELL | SI | 04/01/2017 | OW | 123-13138 | SOONER UNIT 7-28 | SI |

General Comment:

This is a WELL Inspection. Refer to FIR #691200458 dated 9/18/2018 and/or Location #327361 for Battery info.

| Location | | | | |
|--|--|--------|--|------------------|
| Lease Road: | | | | |
| Type | Access | | | |
| comment: | Gravel & 2-track Ag road. | | | |
| Corrective Action | L | | | Date: |
| Overall Good: <input checked="" type="checkbox"/> | | | | |
| Signs/Marker: | | | | |
| Type | WELLHEAD | | | |
| Comment: | | | | |
| Corrective Action: | | | | Date: |
| Emergency Contact Number: | | | | |
| Comment: | | | | |
| Corrective Action: | | | | Date: _____ |
| Good Housekeeping: | | | | |
| Type | UNUSED EQUIPMENT | | | |
| Comment: | Unused equipment near pump jack. See photos. Statewide unused equipment requirements (30 Days). Refer to Rule 603.f for guidance. | | | |
| Corrective Action: | Remove unused equipment. Comply with Rule 603.f . | | | Date: 10/19/2018 |
| Overall Good: <input type="checkbox"/> | | | | |
| Spills: | | | | |
| Type | Area | Volume | | |
| In Containment: No | | | | |
| Comment: | | | | |
| <input type="checkbox"/> Multiple Spills and Releases? | | | | |
| Fencing/: | | | | |
| Type | WELLHEAD | | | |
| Comment: | Barbed wire | | | |
| Corrective Action: | | | | Date: |
| Type | PUMP JACK | | | |
| Comment: | Iron rod panel | | | |
| Corrective Action: | | | | Date: |
| Equipment: | | | | |
| Type: Deadman # & Marked | # 4 | | | corrective date |
| Comment: | 4/4-marked | | | |
| Corrective Action: | | | | Date: |
| Type: Prime Mover | # 1 | | | |
| Comment: | Electric motor | | | |
| Corrective Action: | | | | Date: |
| Type: | # | | | |
| Comment: | Refer to FIR #691200458 dated 9/18/2018 and/or Location ID #327361 for additional equipment info. | | | |

| | | | |
|--------------------|--|-------|------------|
| Corrective Action: | | Date: | |
| Type: Pump Jack | # 1 | | |
| Comment: | Mechanical Conditions. (30 Days). | | |
| Corrective Action: | Remove or remediate stained soil around wellsite and pump jack area. 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: | 10/19/2018 |

Tanks and Berms:

| | | | | | |
|--------------------|--|----------|---------------------|---------|-----------------------|
| Contents | # | Capacity | Type | Tank ID | SE GPS |
| | | | CENTRALIZED BATTERY | | 40.652220,-103.869760 |
| Comment: | Refer to FIR #691200458 dated 9/18/2018 and/or Location ID #327361 for Tanks & Berms info. | | | | |
| Corrective Action: | | | | | Date: |

Paint

| | |
|------------------|--|
| Condition | |
| Other (Content) | |
| Other (Capacity) | |
| Other (Type) | |

Berms

| | | | | |
|--------------------|----------|---------------------|---------------------|-------------|
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
| | | | | |
| Comment: | | | | |
| Corrective Action: | | | | Date: |

Venting:

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

Flaring:

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

Inspected FacilitiesFacility ID: 245343 Type: WELL API Number: 123-13138 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily AbandonedReminder: PRODUCTION RECORDS

Comment: Observed well SI. Production records indicate SI since 12/2015.
Last MIT: 11/3/2015.
Next MIT Due: 11/3/2020.

Corrective Action:

Date:

BradenHead

Comment: Bradenhead does NOT appear plumbed to surface.

Corrective Action:

Plumb bradenhead to surface.
Mechanical conditions (30 Days).
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: 10/19/2018

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

| Loc Erosion BMPs | BMP Maintenance | Lease Road Erosion BMPs | Lease BMP Maintenance | Chemical BMPs | Chemical BMP Maintenance | Comment |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Gravel | Pass | Gravel | Pass | | | |

Comment: Corrective Action: Date: **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 |
|--------------|----------------------|---|
| 401768183 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4583256 |
| 691200460 | Site photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4583249 |