

**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:

04/22/2019

Submitted Date:

04/23/2019

Document Number:

679703834**FIELD INSPECTION FORM**

Loc ID 316607	Inspector Name: Moran, Rick	On-Site Inspection <input type="checkbox"/>	2A Doc Num: _____	Status Summary: <input checked="" type="checkbox"/> THIS IS A FOLLOW UP INSPECTION <input checked="" type="checkbox"/> FOLLOW UP INSPECTION REQUIRED <input type="checkbox"/> NO FOLLOW UP INSPECTION REQUIRED Findings: 10 Number of Comments 5 Number of Corrective Actions <input checked="" type="checkbox"/> Corrective Action Response Requested
Operator Information: OGCC Operator Number: <u>53255</u> Name of Operator: <u>MARALEX RESOURCES INC</u> Address: <u>P O BOX 338</u> City: <u>IGNACIO</u> State: <u>CO</u> Zip: <u>81137</u>				ANY CORRECTIVE ACTION(S) FROM PREVIOUS INSPECTIONS THAT HAVE NOT BEEN ADDRESSED ARE STILL APPLICABLE

Contact Information:

Contact Name	Phone	Email	Comment
, Maralex	970-858-8550	aak@gvep.net	
Graves, Jim	970-712-0099	mrinc20@qwestoffice.net	Operations Manager
Kellerby, Shaun	970-712-1248	shaun.kellerby@state.co.us	
Thompson, Bud		BLThomps@BLM.gov	
Reid, Jordan	970-563-4000	maralextechjr@gmail.com	All inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
288351	WELL	PR	11/01/2017	GW	103-10962	TRAIL CANYON 24-3	PR

General Comment:

COGCC Inspection Report Summary.

On 4/22/2019 at approximately 17:00, inspector Rick Moran, conducted a follow up inspection at Maralex Resources well Trail Canyon 24-3 in Rio Blanco county.

While there I conducted a follow up inspection of FIR documents 679701179 from 10/3/2018.

During this inspection the following possible compliance issues were observed as uncompleted from the inspection:

- 1) Gas leaking at well head.
- 2) Tank without signage.

Additional possible compliance issues were observed:

- 1) Gas leaking at separator.
- 2) Dead weeds on location.
- 3) Storm water channels from location to water way.

I phone message was left at 970-858-8550 on 4/23/2019 at 12:23 in regards to the gas leaks. Jim Graves return the call 9 minutes later. He stated the local pumper would be contacted to investigate the leaking gas.

A follow up on this site inspection will be conducted to ensure the compliance issues have been corrected to comply with COGCC rules.

This is a summary of inspection report 679703834.

Location

Overall Good: ☒

Signs/Marker:			
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:	Sign or label not posted or information inaccurate on tanks or containers or sign/label too small to read at distance or installed in place where not visible. No signage on the rusty tank.		
Corrective Action:	Install sign to comply with Rule 210.d.	Date:	12/21/2018
Type	BATTERY		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 970-858-8550

Corrective Action:

Date: _____

Good Housekeeping:

Type	DEBRIS		
Comment:	Dead weeds on locaton.		
Corrective Action:	Comply with Rule 603.f .	Date:	05/27/2019

Overall Good: ☐

Spills:			
Type	Area	Volume	

In Containment: No

Comment:

☐ Multiple Spills and Releases?**Fencing/:**

Type	TANK BATTERY		
Comment:			
Corrective Action:		Date:	

Equipment:

corrective date

Type: Deadman # & Marked	# 4		
Comment:			
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:	Gas leaking at valve outside separator building.		
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:	04/25/2019

Type: Bird Protectors	# 1	
Comment:		
Corrective Action:		Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	1	300 BBLS	STEEL AST		39.682360,-108.675540
Comment:					
Corrective Action:					Date:

Paint

Condition	Adequate	
Other (Content)		
Other (Capacity)		
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Earth	Adequate	Walls Sufficient	Base Sufficient	Adequate
Comment:				
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
OTHER	1	300 BBLS	STEEL AST		39.682360,-108.675540
Comment:	Contents of tank unknown.				
Corrective Action:					Date:

Paint

Condition		
Other (Content)		
Other (Capacity)		
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Earth	Adequate	Walls Sufficient	Base Sufficient	Adequate
Comment:				
Corrective Action:				Date:

Venting:

Yes/No	NO	
Comment:		
Corrective Action:		Date:

Flaring:

Type	
Comment:	

Corrective Action:		Date:	
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Inspected Facilities									
Facility ID:	288351	Type:	WELL	API Number:	103-10962	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Casing gas leaking through wellhead valve. The rate was measure at 22 minutes to fill a 3 cubic ft bag.								
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:	11/16/2018

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

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment

Comment: Stormwater channels from the location running down the lease road into the Gillam Draw flowing water. The flowing water is 450' from the edge of the well location.

Corrective Action: Install or repair required BMPs per Rule 1002.f.

Date: 05/27/2019

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
679703835	inspection photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4803494