

FORM
INSPRev
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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 _____ Inspector Name: _____ On-Site Inspection
316607 _____ Moran, Rick _____ 2A Doc Num: _____

Operator Information:

OGCC Operator Number: 53255
Name of Operator: MARALEX RESOURCES INC
Address: P O BOX 338
City: IGNACIO State: CO Zip: 81137

Status Summary:

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

Findings:

- 10 Number of Comments
5 Number of Corrective Actions
 Corrective Action Response Requested

**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: <input checked="" type="checkbox"/>			
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		Date: _____
Corrective Action:			
Good Housekeeping:			
Type	DEBRIS		
Comment:	Dead weeds on locaton.		
Corrective Action:	Comply with Rule 603.f .		Date: 05/27/2019
Overall Good: <input type="checkbox"/>			
Spills:			
Type	Area	Volume	
In Containment: No			
Comment:			
<input type="checkbox"/> Multiple Spills and Releases?			
Fencing/:			
Type	TANK BATTERY		
Comment:			
Corrective Action:			Date:
Equipment:			
Type: Deadman # & Marked	# 4		corrective date
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:

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

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