

**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:

07/18/2019

Submitted Date:

07/19/2019

Document Number:

696600347**FIELD INSPECTION FORM**
 Loc ID 312464 Inspector Name: Wentzel, Dougo On-Site Inspection ☐ 2A Doc Num:
Operator Information:OGCC Operator Number: 53255Name of Operator: MARALEX RESOURCES INCAddress: P O BOX 338City: IGNACIO State: CO Zip: 81137**Status Summary:**

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

Findings:11 Number of Comments3 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 |
|-----------------|-------------|----------------------------------|---------------------------------|
| Ried, Jordan | 970-563-400 | maralextechjr@gmail.com | All Inspections |
| Graves, Jim | | mrinc20@qwestoffice.net | |
| Kellerby, Shaun | | shaun.kellerby@state.co.us | All Inspections |
| , DNR | | dnr_cogccengineering@state.co.us | All Engineering |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------|-------------|
| 221691 | WELL | SI | 09/01/2017 | GW | 077-08293 | USA 1-14 HC | TA |

General Comment:

This is a follow up from inspection dated 03/18/2019 Doc# 675002030 Required Corrective Action (s) items noted in previous inspections have not been satisfied.

Location

| | | | |
|--------------------|--------|-------|--|
| Lease Road: | | | |
| Type | Access | | |
| comment: | | | |
| Corrective Action | L | Date: | |

Overall Good: ☒

| | | | |
|----------------------|--|-------|------------|
| Signs/Marker: | | | |
| Type | WELLHEAD | | |
| Comment: | Sign on ground by wellhead | | |
| Corrective Action: | Install sign to comply with Rule 210.b | Date: | 08/19/2019 |

Emergency Contact Number:

Comment: 911

Corrective Action:

Date: _____

Good Housekeeping:

| | | | |
|--------------------|--|-------|------------|
| Type | UNUSED EQUIPMENT | | |
| Comment: | Unmarked risers and deadmen on location Unused Gas meter run remain on location | | |
| Corrective Action: | Comply with Rule 603.f . | Date: | 04/15/2019 |

Overall Good: ☐

| | | | |
|----------------|------|--------|--|
| Spills: | | | |
| Type | Area | Volume | |

In Containment: No

Comment:

☐ Multiple Spills and Releases?

| | | | |
|---------------------|---|-------|-----------------|
| Equipment: | | | corrective date |
| Type: Gas Meter Run | # 1 | | |
| Comment: | Gas meter run not hooked up at time of inspection | | |
| Corrective Action: | | Date: | |

Venting:

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

Flaring:

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

Inspected FacilitiesFacility ID: 221691 Type: WELL API Number: 077-08293 Status: SI Insp. Status: TA**Idle Well**Purpose: ☐ Shut In ☒ Temporarily Abandoned

Reminder: _____

Comment: Form 6 filed 6/8/18 For PA
Equipment unhooked
No production on file. No current MIT or form 4 on file.

Corrective Action: No current MIT or form 4 on file Contact COGCC Engineer

Date: 08/05/2019

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:

Corrective Action: Date: _____

Pits: ☐ NO SURFACE INDICATION OF PIT

COGCC Comments

| Comment | User | Date |
|--|----------|------------|
| <p>On (Thursday) (7/18/19) at approximately (1333), I, Inspector Dougo Wentzel, conducted a (Routine FIU General Field Re-Inspection) at (Maralex) (USA 1-14-HC), (API #077-08293) in (Mesa) Colorado. While there, I observed (A Production Operation only.) During this inspection compliance issues were observed: Corrective actions from previous inspection have not been made: Risers on location not marked, locked out tagged out Unused equipment stored on location deadman not marked on location No current form 4 or MIT on file (Refer to Corrective Action Matrix for comments, corrective actions, and corrective action date). Refer to photograph of observed compliance issue. A follow up on this site inspection will be conducted to ensure the compliance issues have been corrected to comply with COGCC Rules. (if correction actions are identified) This is a summary of inspection report.</p> | wentzeld | 07/18/2019 |

Attached Documents

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

| Document Num | Description | URL |
|--------------|-----------------------------|---|
| 402115129 | INSPECTION SUBMITTED | insp_402115129.pdf |
| 696600350 | Inspection 696600347 photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4884182 |