

**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:

10/23/2019

Submitted Date:

10/24/2019

Document Number:

693801197**FIELD INSPECTION FORM**Loc ID 316818 Inspector Name: BROWNING, CHUCK On-Site Inspection ☐ 2A Doc Num: **Operator Information:**OGCC Operator Number: 10453Name of Operator: PARADOX UPSTREAM LLCAddress: PO BOX 220City: NATURITA State: CO Zip: 81422**Status Summary:**☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**12 Number of Comments2 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 |
|------------------|--------------|-----------------------------|-----------------|
| Pesicka, Conor | | conor.pesicka@state.co.us | |
| Miller, Mandy | 970-739-3786 | mandym@paradoxresources.com | |
| Hankins, Neil | 970-428-2742 | davidh@paradoxresources.com | |
| Labowskie, Steve | | steve.labowskie@state.co.us | |
| Browning, Chuck | 970-433-4139 | chuck.browning@state.co.us | Field Inspector |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|-----------------------|-------------|
| 258264 | WELL | PR | 07/01/2019 | GW | 113-06080 | MCINTYRE CANYON 17-21 | PR |

General Comment:

COGCC staff performed a routine field inspection on 10/23/2019.
Issues were found requiring corrective action.
See inspection text and photos for details.

Location

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

Overall Good: ☒

| | | | |
|----------------------|--|-------|------------|
| Signs/Marker: | | | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | Blowdown tank and chemical tank 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. | | |
| Corrective Action: | Install sign to comply with Rule 210.d. | Date: | 11/30/2019 |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

Comment: 435-587-2237 or 911

Corrective Action:

Date: _____

Good Housekeeping:

| | | | |
|--------------------|--|-------|------------|
| Type | TRASH | | |
| Comment: | Separator doors laying on ground need replaced. Unused cable spool. | | |
| Corrective Action: | Comply with Rule 603.f . | Date: | 11/01/2019 |

Overall Good: ☒

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

In Containment: No

Comment:

☐ Multiple Spills and Releases?

| | | | |
|--------------------|-----------------|-------|--|
| Fencing/: | | | |
| Type | LOCATION | | |
| Comment: | Wire and T-post | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | Panel fence | | |
| Corrective Action: | | Date: | |

| | | | |
|-----------------------------------|-----|--|-----------------|
| Equipment: | | | corrective date |
| Type: Deadman # & Marked | # 4 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type: Plunger Lift | # 1 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type: Horizontal Heated Separator | # 1 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type: Bird Protectors | # 1 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type: Gas Meter Run | # 1 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |

Tanks and Berms:

| | | | | | | |
|--------------------|-------------------------------|-----------|-----------|---------|-----------------------|--|
| Contents | # | Capacity | Type | Tank ID | SE GPS | |
| PRODUCED WATER | 1 | <100 BBLS | STEEL AST | | 38.076857,-108.991206 | |
| Comment: | See tank label section for CA | | | | | |
| Corrective Action: | | | | | Date: | |

Paint

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

Berms

| | | | | | | |
|--------------------|-------------------------------|---------------------|---------------------|-------------|-----------------------|--|
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | | |
| Earth | Adequate | Walls Sufficent | Base Sufficent | Adequate | | |
| Comment: | | | | | | |
| Corrective Action: | | | | Date: | | |
| Contents | # | Capacity | Type | Tank ID | SE GPS | |
| METHANOL | 1 | <50 BBLS | STEEL AST | | 38.076844,-108.991289 | |
| Comment: | See tank label section for CA | | | | | |
| Corrective Action: | | | | | Date: | |

Paint

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

Berms

| | | | | | |
|--------------------|----------|---------------------|---------------------|-------------|-----------------------|
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | |
| | | | | | |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |
| Contents | # | Capacity | Type | Tank ID | SE GPS |
| PRODUCED WATER | 3 | 400 BBLs | STEEL AST | | 38.076817,-108.991428 |
| 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: |

Venting:

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

Flaring:

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

| Inspected Facilities | | | | | | | | | |
|----------------------|--------------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID: | 258264 | Type: | WELL | API Number: | 113-06080 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Plunger lift | | | | | | | | |
| Corrective Action: | | | | | | Date: | | | |

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

| Loc Erosion BMPs | BMP Maintenance | Lease Road Erosion BMPs | Lease BMP Maintenance | Chemical BMPs | Chemical BMP Maintenance | Comment |
|------------------|-----------------|-------------------------|-----------------------|--|--------------------------|------------------------------------|
| Berms | Pass | Gravel | Pass | Material Handling And Spill Prevention | Pass | Secondary containment of chemicals |

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 |
|--------------|------------------------------|---|
| 693801201 | Inspection photos 10/23/2019 | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4972423 |