

**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:

01/24/2020

Submitted Date:

01/28/2020

Document Number:

693200557**FIELD INSPECTION FORM**Loc ID 323804 Inspector Name: Murray, Richard 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:**4 Number of Comments1 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
Schlagenhauf, Mark		mark.schlagenhauf@state.co.us	Engineering Integrity Supervisor
Contact, General		regulatory@foundationenergy.com	All inspections
Whittington, Ellice		ellice.whittington@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
210841	WELL	PR	11/01/2019	GW	045-06599	FEDERAL 27-16	EG

General Comment:

Engineering Integrity Inspection performed on January 24 2020.

Inspected Facilities

Facility ID: 210841 Type: WELL API Number: 045-06599 Status: PR Insp. Status: EG

Flowline

#1	Type: Sales Line	of Lines	
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Flowline Description

Flowline Type: Sales Line Size: Other Material:

Variance: No Age: Contents:

Integrity Summary

Failures: Spills: Repairs Made:

Coatings: H2S: Cathodic Protection:

Pressure Testing

Witnessed: Test Result: Charted:

COGCC Rules(check all that apply)

☐ 1101. Installation and Reclamation ☒ 1102. Operations, Maintenance, and Repair ☐ 1103. Abandonment

Comment: The off location flowline runs approximately 1250' W from the wellhead to sales meter. This off location flowline has not been registered with COGCC; Operator has not submitted COGCC Form 44. Note: Operator has not registered any off location flowlines with COGCC; Corrective Action outlined may be applicable to additional wells operated by Foundation Energy Management LLC

Corrective Action: Operator shall comply with the following COGCC rule: 1101.a. Off-Location Flowline Registration. (1) An operator must register an off-location flowline constructed on or after May 1, 2018, by submitting a Flowline Report, Form 44, to the Director within 30 days after the flowline is placed into service. An off-location flowline in existence prior to May 1, 2018, must be registered by October 31, 2019. An off-location flowline registered as part of a produced water transfer system is not subject to this requirement.

Date: 10/31/2019

Attached Documents

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

Document Num	Description	URL
402296811	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5050254
693200558	Photo 1	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5050248
693200559	Map	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5050249