

**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:

03/03/2020

Submitted Date:

03/03/2020

Document Number:

699800681

FIELD INSPECTION FORM

Loc ID 334269 Inspector Name: De Paolo, Corey On-Site Inspection ☐ 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

4 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
Graves, Jim	970-712-0099	mrinc20@qwestoffice.net	Operations Manager
Kellerby, Shaun		shaun.kellerby@state.co.us	
, Engineering		dnr_cogccengineering@state.co.us	
Pesicka, Conor		conor.pesicka@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
210984	WELL	SI	05/01/1996	GW	045-06742	SOUTH SHALE RIDGE 1-8	SI
266868	WELL	SI	11/01/2007	GW	045-09186	SOUTH SHALE RIDGE 1-8H	SI

General Comment:**COGCC Inspection Report Summary**

On Tuesday 3/3/20 at approximately 11:30 hours, I, Inspector Corey De Paolo,

Conducted an on-site inspection at MARALEX RESOURCES INC SOUTH SHALE RIDGE-68S98W /8NENE,

Location #334269 in Garfield County Colorado.

While there, I observed normal production operations.

During this inspection the following possible compliance issues were observed: Tank label weathered and not legible. See photo #0690 with a corrective action date of 5/3/20. Location over grown with debris and weeds. See photo #0686, #0688 and #0689 with a corrective action date of 3/10/20. MIT required on both wells on location. With a corrective action date of 4/3/20.

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

This is a summary of inspection report.

Location			
Lease Road:			
Type	Access		
comment:			
Corrective Action	L		Date:
Overall Good: <input checked="" type="checkbox"/>			
Signs/Marker:			
Type	WELLHEAD		
Comment:			
Corrective Action:			Date:
Type	TANK LABELS/PLACARDS		
Comment:	Tank label weathered and not legible. See photo #0690		
Corrective Action:	Operators shall maintain signs in a legible condition, and shall replace damaged signs. Properly label tank.		Date: 05/03/2020
Type	BATTERY		
Comment:			
Corrective Action:			Date:
Emergency Contact Number:			
Comment:	911		
Corrective Action:			Date: _____
Good Housekeeping:			
Type	DEBRIS		
Comment:	Location over grown with debris and weeds. See photo #0686, #0688 and #0689		
Corrective Action:	Production facilities, shall be kept free of weeds and rubbish. Remove weeds and debris from location.		Date: 03/10/2020
Overall Good: <input type="checkbox"/>			
Spills:			
Type	Area	Volume	
In Containment: No			
Comment:			
<input type="checkbox"/> Multiple Spills and Releases?			
Equipment:			
Type: Plunger Lift	# 2		corrective date
Comment:			
Corrective Action:			Date:
Type: Gas Meter Run	# 2		
Comment:			
Corrective Action:			Date:
Type: Vertical Separator	# 2		
Comment:			
Corrective Action:			Date:

Type: Pump Jack	# 2	
Comment:		
Corrective Action:		Date:
Type: Deadman # & Marked	# 3	
Comment:		
Corrective Action:		Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	1	OTHER	FIBERGLASS AST		,
Comment:	Capacity not legible				
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:	Separate containment			
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	1	300 BBLS	Open Top		,
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:	Separate containment			
Corrective Action:				Date:

Venting:

Yes/No	NO	
Comment:		
Corrective Action:		Date:

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected FacilitiesFacility ID: 210984 Type: WELL API Number: 045-06742 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____Comment: Last MIT preformed 2/23/15 refer to document #400797762. Well last produced April 2010. Well over due for MIT.Corrective Action: a mechanical integrity test shall be performed on each shut-in well on 5 year intervals from the date the initial mechanical integrity test was performed. Preform MIT on well. Date: 04/03/2020Facility ID: 266868 Type: WELL API Number: 045-09186 Status: SI Insp. Status: SI**Idle Well**Purpose: ☐ Shut In ☒ Temporarily Abandoned Reminder: _____Comment: Last MIT preformed 9/22/2014 refer to document #1726708. Well last produced December 2009. Well over due for MIT.Corrective Action: A mechanical integrity test shall be performed on each shut-in well on 5 year intervals from the date the initial mechanical integrity test was performed. Preform MIT on well. Date: 04/03/2020

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

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
		Compaction				
		Ditches				
Compaction						
Ditches						
Berms						
Gravel						
		Culverts				
		Gravel				

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
699800682	Photos for Insp. #699800681	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5084629