

**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:

699800679

FIELD INSPECTION FORMLoc ID 323851 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:

6 Number of Comments

3 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
,Engineering		dnr_cogccengineering@state.co.us	
Kellerby, Shaun		shaun.kellerby@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
210985	WELL	SI	07/01/2014	GW	045-06743	SOUTH SHALE RIDGE 10-7	SI

General Comment:**COGCC Inspection Report Summary**

On Tuesday 3/3/20 at approximately 10:30 hours, I, Inspector Corey De Paolo, Conducted a follow up inspection at MARALEX RESOURCES INC SOUTH SHALE RIDGE-68S98W /7NWSE, Location #323851 in Garfield County Colorado.

Refer to document #698100018 inspection conducted 6/11/19. Not all previous corrective actions have been completed.

While there, I observed normal production operations.

During this inspection the following possible compliance issues were observed: Unused meter run. See photo #0679 with a corrective action date of 4/3/20. Stained soils remain under pump jack and load out valve on tank. See photo #0682 and #0683 with a previous corrective action date of 7/28/19. Mechanical integrity test required on well. 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		Date:	
Overall Good: <input checked="" type="checkbox"/>			
Signs/Marker:			
Type	TANK LABELS/PLACARDS		
Comment:			
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	BATTERY		
Comment:			
Corrective Action:		Date:	
Emergency Contact Number:			
Comment:	<u>911</u>		
Corrective Action:		Date:	
Good Housekeeping:			
Type	OTHER		
Comment:	Stained soils remain under pump jack and load out valve on tank. See photo #0682 and #0683		
Corrective Action:	Production facilities, shall be kept free of waste material. Remove and dispose of stained soils from location.	Date:	<u>07/28/2019</u>
Type	UNUSED EQUIPMENT		
Comment:	Unused meter run. See photo #0679		
Corrective Action:	Production facilities, shall be kept free of equipment and supplies not necessary for use on that lease. Remove meter run from location.	Date:	<u>04/03/2020</u>
Overall Good: <input type="checkbox"/>			
Spills:			
Type	Area	Volume	
In Containment: No			
Comment: <div style="border: 1px solid black; height: 20px; width: 100%;"></div>			
<input type="checkbox"/> Multiple Spills and Releases?			
Equipment:			
			corrective date
Type: Pump Jack	# 1		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:			

Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 1		
Comment:			
Corrective Action:		Date:	
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		,	
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 FacilitiesFacility ID: 210985 Type: WELL API Number: 045-06743 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____Comment: Well last produced June 2014. No MIT on record.Corrective Action: A mechanical integrity test shall be performed on each shut-in well within two years of the initial shut-in date. 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
Ditches						
		Gravel				
Berms						
Compaction						
Gravel						
		Culverts				
		Compaction				
		Ditches				

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
402331189	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5084633
699800680	Photos for Insp. #699800679	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5084628