

**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:

06/17/2020

Submitted Date:

06/22/2020

Document Number:

700900166**FIELD INSPECTION FORM**Loc ID 428424 Inspector Name: Finkenbinder, Chane On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**

OGCC Operator Number: 19035

Name of Operator: OVERLAND RESOURCES LLC

Address: SUITE C18 PMB 440

City: GREENWOOD State: CO Zip: 80121

Status Summary:☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**

17 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 |
|-----------------|--------------|--------------------------------|---------------------------------|
| Pandolfo, Chris | 630-387-6506 | admin@overlandresourcesllc.com | All Inspections |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------|-------------|
| 428427 | WELL | SI | 07/01/2017 | OW | 001-09744 | Handke 3 | SI |
| 428439 | WELL | SI | 07/01/2017 | OW | 001-09745 | Handke 4 | SI |

General Comment:

| Location | | | |
|--|--|--------|-----------------|
| Lease Road: | | | |
| Type | Main | | |
| comment: | Adequate | | |
| Corrective Action | L | Date: | |
| Overall Good: <input checked="" type="checkbox"/> | | | |
| Signs/Marker: | | | |
| Type | WELLHEAD | | |
| Comment: | Adequate | | |
| Corrective Action: | | Date: | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | Adequate | | |
| Corrective Action: | | Date: | |
| Type | BATTERY | | |
| Comment: | Adequate | | |
| Corrective Action: | | Date: | |
| Type | CONTAINERS | | |
| Comment: | Adequate | | |
| Corrective Action: | | Date: | |
| Emergency Contact Number: | | | |
| Comment: | Adequate | | |
| Corrective Action: | | Date: | |
| Good Housekeeping: | | | |
| Type | WEEDS | | |
| Comment: | Weeds. | | |
| Corrective Action: | Location is within a designated setback location, remove Weeds per Rule 603 f. Corrective Action Date 7/6/2020. See attached photos #1 through 10. | Date: | 07/06/2020 |
| Overall Good: <input type="checkbox"/> | | | |
| Spills: | | | |
| Type | Area | Volume | |
| In Containment: No | | | |
| Comment: | | | |
| <input type="checkbox"/> Multiple Spills and Releases? | | | |
| Equipment: | | | |
| Type: Horizontal Heated Separator | # 2 | | corrective date |
| Comment: | Stained soil under separator, | | |
| Corrective Action: | Control and contain spills/releases and clean up per Rule 906.a. Corrective action date 7/20/2020. See attached photos #5 through #10. | Date: | 07/20/2020 |
| Type: Bird Protectors | # 4 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

| | | |
|---------------------------------|--|------------------|
| Type: Bradenhead | # 1 | |
| Comment: | Appears to be plumbed to surface | |
| Corrective Action: | | Date: |
| Type: Deadman # & Marked | # 4 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Vertical Heated Separator | # 1 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Gas Meter Run | # 1 | |
| Comment: | | |
| Corrective Action: | | Date: |
| Type: Pump Jack | # 1 | |
| Comment: | Inadequate berms around chemical tanks tank(s). | |
| Corrective Action: | Repair or install berms or other secondary containment devices per Rule 605.a.(4). Inadequate berms around tank(s) Corrective action Date 7/13/2020 See attached photo #4. | Date: 07/13/2020 |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|----------|---------|--------|
| PRODUCED WATER | 1 | OTHER | Open Top | | , |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

| | |
|------------------|----------|
| Condition | Adequate |
| Other (Content) | |
| Other (Capacity) | 75 bbls |
| Other (Type) | |

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|--------------------|-------------------------------|---------------------|---------------------|-------------|
| Earth | Adequate | Walls Sufficient | Base Sufficient | Adequate |
| Comment: | Shares berm with Crude tanks. | | | |
| Corrective Action: | | | | Date: |

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|----------------|---------|--------|
| PRODUCED WATER | 1 | OTHER | FIBERGLASS AST | | , |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

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

| | | | | | | |
|--|----------|---------------------|-----------|---------------------|-----------------------|------------------|
| Other (Capacity) 210 bbls | | | | | | |
| Other (Type) | | | | | | |
| Berms | | | | | | |
| Type | Capacity | Permeability (Wall) | | Permeability (Base) | Maintenance | |
| Earth | Adequate | Walls Sufficient | | Base Sufficient | Adequate | |
| Comment: Shares berm with Crude tanks. | | | | | | |
| Corrective Action: | | | | | | Date: |
| Contents | # | Capacity | Type | Tank ID | SE GPS | |
| CRUDE OIL | 6 | 300 BBLS | STEEL AST | | 39.800463,-104.527385 | |
| Comment: Stained soil under separator, several around Crude tanks and around load off bucket. Bull plug missing from loadoff line. | | | | | | |
| Corrective Action: Control and contain spills/releases and clean up per Rule 906.a. Corrective action date 7/20/2020. See attached photos #5 through #10. Location is within a designated setback location, bullplug or cap all loadlines per Rule #604.c.(2)O. Corrective action Date 6/29/2020. See attached photos #9 & 10. | | | | | | Date: 07/20/2020 |
| 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 | | | | | | |
| Comment: | | | | | | |
| Corrective Action: | | | | | | Date: |
| Flaring: | | | | | | |
| Type | | | | | | |
| Comment: | | | | | | |
| Corrective Action: | | | | | | Date: |

Inspected Facilities

Facility ID: 428427 Type: WELL API Number: 001-09744 Status: SI Insp. Status: SI

Facility ID: 428439 Type: WELL API Number: 001-09745 Status: SI Insp. Status: SI

Idle Well

Purpose: ☒ Shut In ☐ Temporarily Abandoned Reminder: _____

Comment: SI

Corrective Action: _____ Date: _____

BradenHead

Comment: Appears to be plumbed to surface.

Corrective Action: _____ Date: _____

COGCC Comments

| Comment | User | Date |
|--|----------|------------|
| <p>COGCC Inspection Report Summary</p> <p>On Wednesday June 17, 2020 approximately 9:30am, I, Inspector Chane Finkenbinder, Conducted an on-site inspection at Handke 4, OverLand Resources, at API # 001-09745 in Adams County Colorado.</p> <p>While there, I observed a Shut in well,</p> <p>During this inspection the following possible compliance issues were observed:</p> <p>Stained soil under separator, several around Crude tanks and around load off bucket.</p> <p>Control and contain spills/releases and clean up per Rule 906.a. Corrective action date 7/20/2020. See attached photos #5 through #10.</p> <p>Bull plug missing from loadoff line. Location is within a designated setback location, bullplug or cap all loadlines per Rule #604.c.(2)O. Corrective action Date 6/29/2020. See attached photos #9 & 10.</p> <p>Inadequate berms around chemical tanks tank(s),</p> <p>Repair or install berms or other secondary containment devices per Rule 605.a.(4).</p> <p>Inadequate berms around tank(s) Corrective action Date 7/13/2020 See attached photo #4.</p> <p>Weeds. Location is within a designated setback location, remove Weeds per Rule 603 f. Corrective Action Date 7/6/2020. See attached photos #1 through 10.</p> <p>A follow up on this site inspection needs to be conducted to ensure the compliance issues have been corrected to comply with COGCC rules.</p> <p>This is a summary of inspection report.</p> | finkenbc | 06/22/2020 |

Attached Documents

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

| Document Num | Description | URL |
|--------------|----------------------|---|
| 402427927 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5180811 |
| 700900167 | Inspection photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5180808 |