

**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:

07/14/2020

Submitted Date:

07/14/2020

Document Number:

699801436

FIELD INSPECTION FORM

Loc ID 312610	Inspector Name: De Paolo, Corey	On-Site Inspection <input type="checkbox"/>	2A Doc Num: _____	Status Summary: <input checked="" type="checkbox"/> THIS IS A FOLLOW UP INSPECTION <input checked="" type="checkbox"/> FOLLOW UP INSPECTION REQUIRED <input type="checkbox"/> NO FOLLOW UP INSPECTION REQUIRED Findings: 9 Number of Comments 7 Number of Corrective Actions <input checked="" type="checkbox"/> Corrective Action Response Requested
Operator Information: OGCC Operator Number: 53255 Name of Operator: MARALEX RESOURCES INC Address: P O BOX 338 City: IGNACIO State: CO Zip: 81137				ANY CORRECTIVE ACTION(S) FROM PREVIOUS INSPECTIONS THAT HAVE NOT BEEN ADDRESSED ARE STILL APPLICABLE

Contact Information:

Contact Name	Phone	Email	Comment
, Engineering		dnr_cogccengineering@state.co.us	
Pesicka, Conor		conor.pesicka@state.co.us	
, BLM		jbyers@blm.gov	
Jordan, Reid		maralextechjr@gmail.com	
Kellerby, Shaun		shaun.kellerby@state.co.us	
Graves, Jim		mrinc20@maralexinc.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
222012	WELL	SI	05/01/2010	GW	077-08614	SOUTH SHALE RIDGE 5-23	SI

General Comment:**COGCC Inspection Report Summary**

On Tuesday 7/14/20 at approximately 12:30 hours, I, Inspector Corey De Paolo, Conducted a follow up inspection at MARALEX RESOURCES INC SOUTH SHALE RIDGE-68S98W/23SWNW, Location #312610 in Mesa County Colorado.

Refer to document #699800864 inspection conducted on 4/7/20. Not all previous corrective actions have been completed.

During this inspection the following possible compliance issues were observed: No battery sign on location. With a previous corrective action date of 5/7/20. No wellhead sign at wellhead. With a previous corrective action date of 5/7/20. Tank NFPA label weathered and not legible. See photo #0921 and #1516 with a previous corrective action date of 6/7/20. Multiple places with unused equipment on location. See photo #0920 and #1517 with a corrective action date of 10/14/20. Debris on location. See photo #0918 and #1520 with a previous corrective action date of 4/14/20. Unmarked deadman. See photo #0922 and #1518 with a previous corrective action date of 4/21/20. Mechanical integrity test required on well. With a previous corrective action date of 5/7/20.

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	WELLHEAD		
Comment:	No wellhead sign at wellhead.		
Corrective Action:	Within sixty (60) days after the completion of a well, a permanent sign shall be located at the wellhead. Install sign at wellhead.	Date:	05/07/2020
Type	BATTERY		
Comment:	No battery sign on location.		
Corrective Action:	Within sixty (60) days after the installation of a battery, a permanent sign shall be located at the battery. Install battery sign.	Date:	05/07/2020
Type	TANK LABELS/PLACARDS		
Comment:	Tank NFPA label weathered and not legible. See photo #0921 and #1516		
Corrective Action:	Operators shall maintain signs in a legible condition, and shall replace damaged signs. Properly label tank	Date:	06/07/2020
Emergency Contact Number:			
Comment:	No contact information posted.		
Corrective Action:			Date: _____
Good Housekeeping:			
Type	STORAGE OF SUPL		
Comment:	Multiple places with unused equipment on location. See photo #0920 and #1517		
Corrective Action:	Production facilities, shall be kept free of equipment and supplies not necessary for use on that lease. Remove all unused equipment from location.	Date:	10/14/2020
Type	DEBRIS		
Comment:	Debris on location. See photo #0918 and #1520		
Corrective Action:	Production facilities, shall be kept free of weeds and rubbish. Remove Debris from location.	Date:	04/14/2020
Overall Good: <input type="checkbox"/>			
Spills:			
Type	Area	Volume	
In Containment: No			
Comment:			
<input type="checkbox"/> Multiple Spills and Releases?			
Equipment:			
Type: Bird Protectors	# 1		corrective date
Comment:			
Corrective Action:		Date:	
Type: Plunger Lift	# 1		
Comment:			

Corrective Action:		Date:	
Type: Pump Jack	# 1		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 1		
Comment:			
Corrective Action:		Date:	
Type: Deadman # & Marked	# 2		
Comment:	Unmarked deadman. See photo #0922 and #1518		
Corrective Action:	All guy line anchors left buried for future use shall be identified by a marker of bright color not less than four (4) feet in height. Properly mark deadman.		Date: 04/21/2020
Type: Vertical Separator	# 1		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	1	200 BBLs	Open Top		,
Comment:					
Corrective Action:					Date:

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Comment:				
Corrective Action:				Date:

Venting:

Yes/No	NO	
Comment:		
Corrective Action:		Date:

Flaring:

Type	
Comment:	
Corrective Action:	Date:

Inspected FacilitiesFacility ID: 222012 Type: WELL API Number: 077-08614 Status: SI Insp. Status: SI**Idle Well**Purpose: ☐ Shut In ☒ Temporarily Abandoned

Reminder: _____

Comment: Well last produced April 2010. 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: 05/07/2020

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

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
		Berms				
		Ditches				
		Culverts				
Berms						
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
402444300	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5197114
699801436	INSPECTION APPROVED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5210074
699801437	Photos for Insp. #699801436	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5208202