

**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:

08/10/2020

Submitted Date:

08/10/2020

Document Number:

696302246**FIELD INSPECTION FORM**
 Loc ID 431925 Inspector Name: PETRIE, ERICA On-Site Inspection ☐ 2A Doc Num:
Operator Information:OGCC Operator Number: 10651Name of Operator: VERDAD RESOURCES LLCAddress: 1125 17TH STREET SUITE 550City: DENVER State: CO Zip: 80202**Status Summary:**☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**14 Number of Comments4 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
,		Regulatory@verdadoil.com	All Inspections

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
431922	WELL	PR	03/01/2017	OW	123-36864	Nelson 5-17-9-60	PR
431923	WELL	SI	02/01/2020	OW	123-36865	Nelson 3-17-9-60	SI
431927	WELL	SI	05/01/2020	OW	123-36868	Nelson 2-17-9-60	SI
431928	WELL	PR	07/09/2013	OW	123-36869	Nelson 4-17-9-60	PR

General Comment:

LocationOverall Good: ☒

Signs/Marker:			
Type	BATTERY		
Comment:	Adequate		
Corrective Action:		Date:	
Type	TANK LABELS/PLACARDS		
Comment:	South West Produced Water Tanks missing Content and Capacity. North West Produced Water missing Content. See photos		
Corrective Action:	Comply with Rule 210.d.	Date:	09/10/2020
Type	WELLHEAD		
Comment:	3-17-9-60 - Missing Wellhead sign, see photos		
Corrective Action:	Comply with Rule 210.b.	Date:	09/10/2020
Type	CONTAINERS		
Comment:	Adequate		
Corrective Action:		Date:	

Emergency Contact Number:

Comment:

Corrective Action:

Date: _____

Good Housekeeping:

Type	WEEDS		
Comment:	Weeds at the back of Pumping Units, 3-17-9-60 wellhead, see photos		
Corrective Action:	Comply with Rule 603.f.	Date:	09/10/2020
Type	WEEDS		
Comment:	Weeds are abundant in Reclamation area. See photos		
Corrective Action:	Comply with Rules 603.f. and 1003.f.	Date:	09/10/2020

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment:

☐ Multiple Spills and Releases?**Equipment:**

			corrective date
Type: Vertical Heater Treater	# 4		
Comment:			
Corrective Action:		Date:	
Type: Flare	# 1		
Comment:			
Corrective Action:		Date:	
Type: Pump Jack	# 4		

Comment:			
Corrective Action:		Date:	
Type: Bradenhead	# 4		
Comment:	Appear to be plumbed to surface		
Corrective Action:		Date:	
Type: Emission Control Device	# 2		
Comment:			
Corrective Action:		Date:	
Type: Vertical Separator	# 4		
Comment:			
Corrective Action:		Date:	
Type: Gas Meter Run	# 5		
Comment:			
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
PRODUCED WATER	4	400 BBLS	FIBERGLASS AST		,
Comment:					
Corrective Action:					Date:

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Comment:	Shares berm with the Crude Oil Tanks			
Corrective Action:				Date:

Contents	#	Capacity	Type	Tank ID	SE GPS
CRUDE OIL	12	400 BBLS	STEEL AST		40.743140,-104.120300
Comment:					
Corrective Action:					Date:

Paint

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

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance

Inspector Name: PETRIE, ERICA

Metal	Adequate	Walls Sufficient	Base Sufficient	Adequate	
Comment:					
Corrective Action:					Date:

Venting:

Yes/No	NO		
Comment:			
Corrective Action:			Date:

Flaring:

Type	Field Flare	
Comment:		
Corrective Action:		Date:

Inspected FacilitiesFacility ID: 431922 Type: WELL API Number: 123-36864 Status: PR Insp. Status: PR**Producing Well**Comment: PR

Corrective Action:

Date:

Facility ID: 431923 Type: WELL API Number: 123-36865 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned

Reminder: _____

Comment: SI

Corrective Action:

Date: _____

Facility ID: 431927 Type: WELL API Number: 123-36868 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned

Reminder: _____

Comment: SI

Corrective Action:

Date: _____

Facility ID: 431928 Type: WELL API Number: 123-36869 Status: PR Insp. Status: PR**Producing Well**Comment: PR

Corrective Action:

Date:

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

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
Gravel		Gravel				

Comment: Corrective Action: Date: **Pits:** ☒ NO SURFACE INDICATION OF PIT**COGCC Comments**

Comment	User	Date
<p>COGCC Inspection Report Summary</p> <p>On Tuesday 08/04/2020 at approximately 14:17, I, Inspector Erica Petrie, conducted a Field Inspection at Verdad Resources LLC, Nelson 2-17-9-60 PAD/Facility, at Location #422744 in Weld County, Colorado.</p> <p>While there, I observed Production Operations</p> <p>During this inspection the following possible compliance issues were observed:</p> <p>Weeds are abundant in the Reclamation area. Control weeds per Rules 603.f. and 1003.f. Corrective Action Date 09.10.2020.</p> <p>Weeds at the Back of the Pumping Units and 3-17-9-60 Wellhead. Control weeds per Rules 603.f. Corrective Action Date 09.10.2020.</p> <p>Southwest Produced Water Tanks are missing Content and Capacity Labels, Northwest Produced Water Tank is missing the Content. See Photos. Comply with Rule 210.d. Corrective Action Date 09.10.2020.</p> <p>3-17-9-60 Wellhead is missing Signage. Comply with Rule 210.b. Corrective Action Date 09.10.2020.</p> <p>A follow up on this site inspection will be conducted to ensure the compliance issues have been corrected to comply with COGCC rules. This is a summary of the Inspection Report.</p>	petrie	08/10/2020

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

Document Num	Description	URL
696302247	Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5220450