

**FORM
INSP**Rev
X/20**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:

02/04/2021

Submitted Date:

02/04/2021

Document Number:

699802543**FIELD INSPECTION FORM**
 Loc ID 335005 Inspector Name: De Paolo, Corey On-Site Inspection ☐ 2A Doc Num:
Operator Information:OGCC Operator Number: 10456Name of Operator: CAERUS PICEANCE LLCAddress: 1001 17TH STREET #1600City: DENVER State: CO Zip: 80202**Status Summary:**☐ THIS IS A FOLLOW UP INSPECTION☒ FOLLOW UP INSPECTION REQUIRED☐ NO FOLLOW UP INSPECTION REQUIRED**Findings:**16 Number of Comments1 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 |
|-----------------|-------|---|---------|
| , Caerus | | COGCC.inspections@caerus oilandgas.com | |
| Kellerby, Shaun | | shaun.kellerby@state.co.us | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|-------------------------|-------------|
| 290563 | WELL | PR | 08/07/2008 | GW | 045-14139 | FEDERAL 19-12(PM19) | PR |
| 294636 | WELL | PR | 07/19/2008 | GW | 045-15541 | FEDERAL 19-12BB (PM-19) | PR |
| 294637 | WELL | PR | 07/26/2008 | GW | 045-15542 | FEDERAL 19-14 (PM-19) | PR |
| 294638 | WELL | PR | 08/04/2008 | GW | 045-15543 | FEDERAL 19-11BB (PM-19) | PR |
| 294639 | WELL | PR | 07/21/2008 | GW | 045-15544 | FEDERAL 19-13 (PM-19) | PR |
| 294640 | WELL | PR | 08/04/2008 | GW | 045-15545 | FEDERAL 19-13BB (PM-19) | PR |
| 294641 | WELL | PR | 08/03/2008 | GW | 045-15546 | FEDERAL 19-11 (PM-19) | PR |

General Comment:**COGCC Inspection Report Summary**

On Thursday 2/4/21 at approximately 13:00 hours, I, Inspector Corey De Paolo, Conducted an on-site inspection at CAERUS PICEANCE LLC FEDERAL-67S95W /19SWSW, Location #335005 in Garfield County Colorado.

While there, I observed normal production operations.

During this inspection the following possible compliance issues were observed: Multiple places with flow line exhaust heating insulation open ended and not capped. See photo #2812 with a corrective action date of 3/4/21.

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: ☒

| | | | |
|----------------------|----------------------|-------|--|
| 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: | 911 |
| Corrective Action: | |
| | Date: _____ |

| | | | |
|---------------------------|--------|-------|--|
| Good Housekeeping: | | | |
| Type | DEBRIS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Overall Good: ☒

| | | | |
|----------------|------|--------|--|
| Spills: | | | |
| Type | Area | Volume | |

In Containment: No

Comment: ☐ Multiple Spills and Releases?

| | | | |
|--------------------|-----------------------------------|-------|--|
| Fencing/: | | | |
| Type | LOCATION | | |
| Comment: | Barbed wire fence around location | | |
| Corrective Action: | | Date: | |

| | | | |
|---------------------------------|---|-------|-----------------|
| Equipment: | | | corrective date |
| Type: Vertical Heated Separator | # 7 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 7 | | |
| Comment: | All meter runs have been calibrated in the last year. | | |

| | | | |
|-----------------------|--|-------|------------|
| Corrective Action: | | Date: | |
| Type: Bird Protectors | # 2 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Plunger Lift | # 7 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 1 | | |
| Comment: | Summit midstream | | |
| Corrective Action: | | Date: | |
| Type: Pig Station | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Bradenhead | # 7 | | |
| Comment: | Pressure transducers located on all braden heads. All braden head valves are accessible. | | |
| Corrective Action: | | Date: | |
| Type: Other | # 1 | | |
| Comment: | Multiple flow line exhaust heating insulation open ended and not capped. See photo #2812 | | |
| Corrective Action: | Operators will prevent and minimize adverse impacts to wildlife resources. | Date: | 03/04/2021 |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| METHANOL | 1 | 1000 GAL | STEEL AST | | , |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

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

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | |
|--------------------|-------------------------|---------------------|---------------------|-------------|--------|
| Metal | Adequate | Walls Sufficient | Base Sufficient | Adequate | |
| Comment: | Centralized containment | | | | |
| Corrective Action: | | | | Date: | |
| Contents | # | Capacity | Type | Tank ID | SE GPS |
| CONDENSATE | 2 | 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 | |
| Metal | Adequate | Walls Sufficient | Base Sufficient | Adequate | |
| Comment: | Centralized containment | | | | |
| Corrective Action: | | | | Date: | |

Venting:

| | | | |
|--------------------|----|--|-------|
| Yes/No | NO | | |
| Comment: | | | |
| Corrective Action: | | | Date: |

Flaring:

| | | |
|--------------------|--|-------|
| Type | | |
| Comment: | | |
| Corrective Action: | | Date: |

| Inspected Facilities | | | | | | | | | |
|-----------------------|-----------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID: | 290563 | Type: | WELL | API Number: | 045-14139 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 294636 | Type: | WELL | API Number: | 045-15541 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 294637 | Type: | WELL | API Number: | 045-15542 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 294638 | Type: | WELL | API Number: | 045-15543 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 294639 | Type: | WELL | API Number: | 045-15544 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 294640 | Type: | WELL | API Number: | 045-15545 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | Date: | | | | |
| Facility ID: | 294641 | Type: | WELL | API Number: | 045-15546 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| 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 | | | | |
| Compaction | | | | | | |
| Ditches | | | | | | |
| | | Ditches | | | | |
| Berms | | | | | | |
| | | Berms | | | | |
| Sediment Traps | | | | | | |
| | | Culverts | | | | |
| | | Compaction | | | | |

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 |
|--------------|-----------------------------|---|
| 699802544 | Photos for Insp. #699802543 | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5345579 |