

**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:

03/25/2021

Submitted Date:

03/26/2021

Document Number:

701101319

FIELD INSPECTION FORMLoc ID 322423 Inspector Name: LONGWORTH, MIKE 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:

19 Number of Comments

10 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
Kellerby, Shaun		shaun.kellerby@state.co.us	
, Engineering		dnr_cogccengineering@state.co.us	All engineering
Pesicka, Conor		conor.pesicka@state.co.us	
Byers, Jim		jbyers@blm.gov	
Graves, Jim	970-712-0099	mrinc20@maralexinc.com	Operations Manager
Jordan, Reid		maralextechjr@gmail.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
210462	WELL	SI	04/27/2012	GW	045-06218	DRY FORK FEDERAL 1-29	SI

General Comment:

This is a summary of inspection report performed by Mike Longworth at MARALEX RESOURCES INC, DRY FORK FEDERAL-67S99W 29SWNE, Location # 334644

During this inspection the following possible compliance issues were observed:

No current MIT on record or delinquent as required by Rule 326. No braden exposed for monitoring.

Well sign illegible. Sign damaged in Pine Gulch Fire. No emergency contact number. No sign on tank.

Junk on location. 1" pipe. Flaper lid. Flowline risers not LO/TO or marked are considered unused equipment. Weeds and vegetation burnt during Pine Gulch Fire. Dead and burnt weeds and vegetation on location.

Pit fence damaged in Pine Gulch Fire.

Door is open on separator. Door has fallen off meter shed.

Tank berm inadequate. Erosion rill down roadway. Ditch on roadway needs maintained. Sediment moving from roadway onto location.

A follow up on this site inspection will be conducted to ensure the compliance issues have been corrected to comply with COGCC rules.

Location**Lease Road:**

Type	Access		
comment:	Location accessed via private ranch.		
Corrective ActionL		Date:	

Overall Good: ☐**Signs/Marker:**

Type	WELLHEAD		
Comment:	Well sign illegible. Sign damaged in Pine Gulch Fire.		
Corrective Action:	Install sign to comply with Rule 605.d.	Date:	04/30/2021
Type	TANK LABELS/PLACARDS		
Comment:	No sign on tank		
Corrective Action:	Install sign to comply with rule 210.	Date:	07/01/2016

Emergency Contact Number:

Comment:	Well sign illegible. Sign damaged in Pine Gulch Fire.		
Corrective Action:		Date:	

Good Housekeeping:

Type	UNUSED EQUIPMENT		
Comment:	Flowline risers not LO/TO or marked are considered unused equipment		
Corrective Action:	Comply with Rule 606	Date:	09/02/2019
Type	TRASH		
Comment:	Junk on location. 1" pipe. Flaper lid.		
Corrective Action:	Comply with Rule 606	Date:	04/03/2021
Type	WEEDS		
Comment:	Weeds and vegetation burnt during Pine Gulch Fire. Dead and burnt weeds and vegetation on location.		
Corrective Action:	Comply with Rule 606	Date:	07/01/2016

Overall Good: ☐**Spills:**

Type	Area	Volume		
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In Containment: No

Comment:

☐ Multiple Spills and Releases?**Fencing/:**

Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	
Type	PIT		
Comment:	Fence damaged in Pine Gulch Fire.		

Corrective Action: Repair fence.		Date: <u>04/10/2021</u>
Equipment:		corrective date
Type: Horizontal Heated Separator	# 1	
Comment: Door is open on separator.		
Corrective Action:		Date:
Type: Bird Protectors	# 3	
Comment:		
Corrective Action:		Date:
Type: Vertical Heated Separator	# 1	
Comment:		
Corrective Action:		Date:
Type: Bradenhead	#	
Comment: No braden exposed for monitoring.		
Corrective Action: Install appropriate fittings to allow bradenhead visual inspection as per Rule 419.a.(1), (2)		Date: <u>04/07/2021</u>
Type: Gas Meter Run	# 1	
Comment: Door has fallen off meter shed.		
Corrective Action:		Date:

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS
	1	<50 BBLs	PBV FIBERGLASS		,
Comment:					
Corrective Action:					Date:

Paint

Condition	Adequate
Other (Content)	
Other (Capacity)	No capacity posted.
Other (Type)	

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance
Earth	Inadequate	Walls Insufficient	Base Insufficient	Inadequate
Comment: Tank berm inadequate.				
Corrective Action: Repair or install berms or other secondary containment devices per Rule 906.d.(1). CA from previous inspection not completed. CA date remains the same as previous inspection.				Date: <u>04/15/2019</u>

Venting:

Yes/No	NO
Comment:	
Corrective Action:	Date:

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected FacilitiesFacility ID: 210462 Type: WELL API Number: 045-06218 Status: SI Insp. Status: SI**Idle Well**Purpose: ☒ Shut In ☐ Temporarily Abandoned

Reminder: _____

Comment: Last produced March 2002. No MIT on file.Corrective Action: **Well must be either:**

Date: _____

1) Per COGCC Rule 326.b.(1) a successful mechanical integrity test shall be performed on each shut-in well within two (2) years of the initial shut-in date or**2) Be properly plugged and abandoned . Shut-in and temporarily abandoned wells must be properly reported on COGCC Form 7, Operator's Monthly Production Report.**

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	Fail			Ditch on roadway needs maintained.
		Compaction				
		Gravel				

Comment: Erosion rill down roadway. Ditch on roadway needs maintained. Sediment moving from roadway onto location.

Corrective Action: Install or repair required BMPs per Rule 1002.f.(2)C

Date: 04/10/2021

Pits: ☐ NO SURFACE INDICATION OF PIT

Type: Skimming/Settling Lined: NO Pit ID: 111957 Lat: 39.419117 Long: -108.468467

Reference Point: _____ Other: _____ Length: _____ Width: _____

Lining:

Liner Type: _____ Liner Condition: _____

Comment: _____

Corrective

Date: _____

Fencing:

Fencing Type: Livestock

Fencing Condition: Inadequate

Comment: See fencing section of inspection.

Corrective

Date: _____

Netting:

Netting Type: _____ Netting Condition: _____

Comment: _____

Corrective

Date: _____

Anchor Trench Present: _____ Oil Accumulation: _____ 2+ feet Freeboard: YES

Comment: _____

Corrective

Date: _____

Attached Documents

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

Document Num	Description	URL
402641052	INSPECTION SUBMITTED	http://ogccwebblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5387119
701101322	Inspection 701101319 photo log	http://ogccwebblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5387115