

**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:

11/16/2021

Submitted Date:

11/16/2021

Document Number:

700703537

FIELD INSPECTION FORM

| | | | | |
|--|----------------------------------|---|-------------------|---|
| Loc ID 334910 | Inspector Name: Ramsey, Scott | On-Site Inspection <input type="checkbox"/> | 2A Doc Num: _____ | Status Summary: <input type="checkbox"/> THIS IS A FOLLOW UP INSPECTION <input checked="" type="checkbox"/> FOLLOW UP INSPECTION REQUIRED <input type="checkbox"/> NO FOLLOW UP INSPECTION REQUIRED |
| Operator Information: OGCC Operator Number: 10456 Name of Operator: CAERUS PICEANCE LLC Address: 1001 17TH STREET #1600 City: DENVER State: CO Zip: 80202 | | | | Findings: 11 Number of Comments 4 Number of Corrective Actions <input checked="" type="checkbox"/> 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 | |

| Inspected Facilities: | | | | | | | |
|------------------------------|------|--------|-------------|------------|-----------|-------------------------|-------------|
| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
| 264286 | WELL | PR | 03/28/2003 | GW | 045-08199 | PITMAN 13-4C (E13W) | PR |
| 264288 | WELL | PR | 04/02/2003 | GW | 045-08201 | SHAEFFER 14-1D (E13W) | PR |
| 264289 | WELL | PR | 04/05/2003 | GW | 045-08202 | ROSE RANCH 14-8D (E13W) | PR |
| 264290 | WELL | PR | 04/15/2004 | GW | 045-08203 | ROSE RANCH 14-8C (E13W) | PR |

General Comment:

COGCC Inspection Report Summary
 On Monday 11/15/2021 at approximately 1200, I, Inspector Scott Ramsey, conducted a routine inspection at Caerus E13W, at Location # 334910 in Garfield county Colorado.
 While there, I observed well was shut in. All meters have been calibrated on location within the past year. This location is within or in close proximity to a CPW Density/High Priority Habitat, black bear, NSO habitat, Wildlife Management Area. Operator (Caerus) has provided documentation of their Best Management Practices for Sediment Tracking Controls.
 During this inspection the following compliance issues were observed:
 1. Vertical unit separators includes 2 glycol storage tank, storage vessel contains no labeling to specify capacity or chemical hazard information.
 2. Lack of battery signage
 3. Load lines missing caps/bull plugs
 4. Location shows signs of lack of stabilization/compaction
 5. Open ended piping for thawing out dump lines on tanks with exhaust from trucks.
 Refer to photograph of observed compliance issue.

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 inspection report.

| Location | | | |
|--|--|--------|------------------|
| Lease Road: | | | |
| Type | Access | | |
| comment: | | | |
| Corrective Action | L | | Date: |
| Overall Good: <input checked="" type="checkbox"/> | | | |
| Signs/Marker: | | | |
| Type | OTHER | | |
| Comment: | Vertical unit separators includes 2 glycol storage tank, storage vessel contains no labeling to specify capacity or chemical hazard information. | | |
| Corrective Action: | | | Date: |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type | BATTERY | | |
| Comment: | Lack of battery signage | | |
| Corrective Action: | Comply with rule 605.e | | Date: 12/16/2021 |
| Emergency Contact Number: | | | |
| Comment: | 911 | | |
| Corrective Action: | | | Date: _____ |
| Good Housekeeping: | | | |
| Type | OTHER | | |
| Comment: | Load lines missing caps/bull plugs | | |
| Corrective Action: | Comply with rule 603.i. | | Date: 12/16/2021 |
| Type | OTHER | | |
| Comment: | Open ended piping for thawing out dump lines on tanks with exhaust from trucks. | | |
| Corrective Action: | Eliminate possibility of wildlife to enter open lines for thawing out dump lines with exhaust from trucks. | | Date: 11/26/2021 |
| Overall Good: <input type="checkbox"/> | | | |
| Spills: | | | |
| Type | Area | Volume | |
| In Containment: No | | | |
| Comment: | | | |
| <input type="checkbox"/> Multiple Spills and Releases? | | | |
| Equipment: | | | |
| Type: Plunger Lift | # 4 | | corrective date |
| Comment: | | | |
| Corrective Action: | | | Date: |

| | | | |
|-----------------------------------|-----|--|-------|
| Type: Vertical Heated Separator | # 8 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type: Bird Protectors | # 3 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type: Bradenhead | # 4 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |
| Type: Horizontal Heated Separator | # 1 | | |
| Comment: | | | |
| Corrective Action: | | | Date: |

Tanks and Berms:

| | | | | | | |
|--------------------|---|----------|-----------|---------|--------|-------|
| Contents | # | Capacity | Type | Tank ID | SE GPS | |
| CONDENSATE | 7 | 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: | | | | |
| Corrective Action: | | | | |
| | | | | Date: |

Venting:

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

Flaring:

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

| Inspected Facilities | | | | | | | | | |
|-----------------------|-----------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID: | 264286 | Type: | WELL | API Number: | 045-08199 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | | Date: | | | |
| | | | | | | | | | |
| Facility ID: | 264288 | Type: | WELL | API Number: | 045-08201 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | | Date: | | | |
| | | | | | | | | | |
| Facility ID: | 264289 | Type: | WELL | API Number: | 045-08202 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: | Producing | | | | | | | | |
| Corrective Action: | | | | | | Date: | | | |
| | | | | | | | | | |
| Facility ID: | 264290 | Type: | WELL | API Number: | 045-08203 | 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Compaction | Fail | | | | | |
| | | Ditches | | | | |
| Ditches | | | | | | |

Comment: 1. Location shows signs of lack of stabilization/compaction

Corrective Action: Install or repair required BMPs

Date: 12/16/2021

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 |
|--------------|----------------------|---|
| 402872559 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5582592 |
| 700703541 | Photo log | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5582588 |