

**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:

12/14/2023

Submitted Date:

12/14/2023

Document Number:

707901177

FIELD INSPECTION FORM

| | | | | |
|---|----------------------------------|---|-------------------|--|
| Loc ID 454529 | Inspector Name: Silver, Randy | On-Site Inspection <input type="checkbox"/> | 2A Doc Num: _____ | Status Summary: <input type="checkbox"/> THIS IS A FOLLOW UP INSPECTION <input type="checkbox"/> FOLLOW UP INSPECTION REQUIRED <input checked="" type="checkbox"/> NO FOLLOW UP INSPECTION REQUIRED Findings: 6 Number of Comments 0 Number of Corrective Actions <input type="checkbox"/> Corrective Action Response Requested |
| Operator Information: OGCC Operator Number: 10651 Name of Operator: VERDAD RESOURCES LLC Address: 1125 17TH STREET SUITE 550 City: DENVER State: CO Zip: 80202 | | | | ANY CORRECTIVE ACTION(S) FROM PREVIOUS INSPECTIONS THAT HAVE NOT BEEN ADDRESSED ARE STILL APPLICABLE |

Contact Information:

| Contact Name | Phone | Email | Comment |
|-----------------|-------|----------------------------|-----------------|
| Adamczyk, Megan | | megan.adamczyk@state.co.us | |
| | | Regulatory@verdadoil.com | All inspections |
| Burns, Adam | | adam.m.burns@state.co.us | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|----------------|-------------|
| 454526 | WELL | TA | 07/01/2022 | OW | 123-46594 | BOYD 24-1H | TA |
| 454527 | WELL | DG | 03/01/2023 | LO | 123-46595 | Boyd 2413 05H | DG |
| 454528 | WELL | TA | 07/01/2022 | OW | 123-46596 | BOYD 24-4H | TA |
| 454530 | WELL | DG | 03/01/2023 | LO | 123-46597 | Boyd 2413 06H | DG |
| 454980 | WELL | DG | 03/01/2023 | LO | 123-46820 | Boyd 2413 07H | DG |
| 454981 | WELL | DG | 03/01/2023 | LO | 123-46821 | Helen 2536-05H | DG |
| 454982 | WELL | TA | 08/29/2022 | OW | 123-46822 | HELEN 24-3H | TA |
| 454983 | WELL | DG | 03/01/2023 | LO | 123-46823 | Helen 2536-07H | DG |
| 454984 | WELL | DG | 03/01/2023 | LO | 123-46824 | Helen 2536-11H | DG |
| 454985 | WELL | WO | 10/06/2022 | LO | 123-46825 | Boyd 2413 08H | WO |
| 454986 | WELL | DG | 03/01/2023 | LO | 123-46826 | Helen 2536-06H | DG |
| 454987 | WELL | DG | 03/01/2023 | LO | 123-46827 | BOYD 2413 09H | DG |
| 454988 | WELL | DG | 03/01/2023 | LO | 123-46828 | Helen 2536-10H | DG |
| 454989 | WELL | DG | 03/01/2023 | LO | 123-46829 | Boyd 2413 10H | DG |
| 454990 | WELL | TA | 08/29/2022 | OW | 123-46830 | HELEN 24-4H | TA |
| 454991 | WELL | WO | 10/06/2022 | LO | 123-46831 | Boyd 2413 11H | WO |
| 454992 | WELL | DG | 03/01/2023 | LO | 123-46832 | Helen 2536-08H | DG |
| 454993 | WELL | DG | 03/01/2023 | LO | 123-46833 | Helen 2536-09H | DG |
| 454994 | WELL | DG | 03/01/2023 | LO | 123-46834 | Helen 2536-12H | DG |

General Comment:
[Inspeciton due to Complaint Doc #403612892](#)

LocationOverall Good: ☒**Signs/Marker:**

| | | | |
|--------------------|-----------------|-------|--|
| Type | DRILLING/RECOMP | | |
| Comment: | Adequate | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

Comment:

Corrective Action: Date:

Overall Good: ☒**Spills:**

| | | | | |
|------|------|--------|--|--|
| Type | Area | Volume | | |
|------|------|--------|--|--|

In Containment: No

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

| | | | |
|--------------------|---|-------|--|
| Type | LOCATION | | |
| Comment: | Sound wall on North and East sides of location. | | |
| Corrective Action: | | Date: | |

Venting:

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

Flaring:

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

Inspected Facilities

Facility ID: 454526 Type: WELL API Number: 123-46594 Status: TA Insp. Status: TA

Facility ID: 454527 Type: WELL API Number: 123-46595 Status: DG Insp. Status: DG

Well Drilling

Rig: Rig Name: _____ Pusher/Rig Manager: _____
Permit Posted: _____ Access Sign: _____

Well Control Equipment:

Pipe Ram: _____ Blind Ram: _____ Hydril Type: _____
Pressure Test BOP: _____ Test Pressure PSI: _____ Safety Plan: _____

Drill Fluids Management:

Lined Pit: _____ Unlined Pit: _____ Closed Loop: _____ Semi-Closed Loop: _____
Multi-Well: _____ Disposal Location: _____
Comment: _____
Corrective Action: _____ Date: _____

Facility ID: 454528 Type: WELL API Number: 123-46596 Status: TA Insp. Status: TA

Well Drilling

Rig: Rig Name: Precision 548 Pusher/Rig Manager: Tobin Williams
Permit Posted: SATISFACTORY Access Sign: SATISFACTORY

Well Control Equipment:

Pipe Ram: _____ Blind Ram: _____ Hydril Type: _____
Pressure Test BOP: Pass Test Pressure PSI: 5000 Safety Plan: YES

Drill Fluids Management:

Lined Pit: _____ Unlined Pit: _____ Closed Loop: YES Semi-Closed Loop: _____
Multi-Well: YES Disposal Location: Waste Management
Comment: This is Precision 548 Dual fuel rig. Rig was drilling at time of inspection. Drilling fluid is D8 22 no odorant.
Corrective Action: _____ Date: _____

Facility ID: 454530 Type: WELL API Number: 123-46597 Status: DG Insp. Status: DG

Facility ID: 454980 Type: WELL API Number: 123-46820 Status: DG Insp. Status: DG

Facility ID: 454981 Type: WELL API Number: 123-46821 Status: DG Insp. Status: DG

Facility ID: 454982 Type: WELL API Number: 123-46822 Status: TA Insp. Status: TA

Facility ID: 454983 Type: WELL API Number: 123-46823 Status: DG Insp. Status: DG

Facility ID: 454984 Type: WELL API Number: 123-46824 Status: DG Insp. Status: DG

| | | | | |
|----------------------------|-------------------|------------------------------|-------------------|-------------------------|
| Facility ID: <u>454985</u> | Type: <u>WELL</u> | API Number: <u>123-46825</u> | Status: <u>WO</u> | Insp. Status: <u>WO</u> |
| Facility ID: <u>454986</u> | Type: <u>WELL</u> | API Number: <u>123-46826</u> | Status: <u>DG</u> | Insp. Status: <u>DG</u> |
| Facility ID: <u>454987</u> | Type: <u>WELL</u> | API Number: <u>123-46827</u> | Status: <u>DG</u> | Insp. Status: <u>DG</u> |
| Facility ID: <u>454988</u> | Type: <u>WELL</u> | API Number: <u>123-46828</u> | Status: <u>DG</u> | Insp. Status: <u>DG</u> |
| Facility ID: <u>454989</u> | Type: <u>WELL</u> | API Number: <u>123-46829</u> | Status: <u>DG</u> | Insp. Status: <u>DG</u> |
| Facility ID: <u>454990</u> | Type: <u>WELL</u> | API Number: <u>123-46830</u> | Status: <u>TA</u> | Insp. Status: <u>TA</u> |
| Facility ID: <u>454991</u> | Type: <u>WELL</u> | API Number: <u>123-46831</u> | Status: <u>WO</u> | Insp. Status: <u>WO</u> |
| Facility ID: <u>454992</u> | Type: <u>WELL</u> | API Number: <u>123-46832</u> | Status: <u>DG</u> | Insp. Status: <u>DG</u> |
| Facility ID: <u>454993</u> | Type: <u>WELL</u> | API Number: <u>123-46833</u> | Status: <u>DG</u> | Insp. Status: <u>DG</u> |
| Facility ID: <u>454994</u> | Type: <u>WELL</u> | API Number: <u>123-46834</u> | Status: <u>DG</u> | Insp. Status: <u>DG</u> |

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

| Loc Erosion BMPs | BMP Maintenance | Lease Road Erosion BMPs | Lease BMP Maintenance | Chemical BMPs | Chemical BMP Maintenance | Comment |
|------------------|-----------------|-------------------------|-----------------------|--------------------|--------------------------|---------|
| Tracking Pad | Pass | | | Covering Materials | Pass | |

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

| Comment | User | Date |
|--|---------|------------|
| This is a follow up inspection per doc#'s 699107420,418,414,412,410,408,406,404,402,400,398,396,394,392,390,388,386,384,382 and complaint inspection doc# 403612892. At time of inspection location is currently in drilling and facility construction activities. Due to drilling well sign is at entrance to location. And all other corrective actions have been addressed to to drilling and construction activities. During inspection I did not observe any unusual noise in or around location. | silverr | 12/14/2023 |

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

| Document Num | Description | URL |
|--------------|-------------|---|
| 707901178 | loc pic | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6359339 |