

FORM
INSPRev
X/20State of Colorado
Oil and Gas Conservation Commission1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109

Inspection Date:

02/06/2024

Submitted Date:

02/06/2024

Document Number:

702502356

FIELD INSPECTION FORM

 Loc ID 314873 Inspector Name: Burchett, Kirby On-Site Inspection 2A Doc Num:
Status Summary:

- THIS IS A FOLLOW UP INSPECTION
- FOLLOW UP INSPECTION REQUIRED
- NO FOLLOW UP INSPECTION REQUIRED

Operator Information:
 OGCC Operator Number: 10779
 Name of Operator: SCOUT ENERGY MANAGEMENT LLC
 Address: 13800 MONTFORT DRIVE SUITE 100
 City: DALLAS State: TX Zip: 75240
Findings:

- 8 Number of Comments
- 2 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, Rangely | | RangelyRegulatory@scoutep.com | |
| Sanford, Anita | (970) 551-8313 | Anita.Sanford@scoutep.com | |
| Patterson, Chris | | Chris.Patterson@scoutep.com | |
| Johnson, Mike | | Mike.Johnson@scoutep.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|-------------------|-------------|
| 229804 | WELL | PR | 01/01/2022 | OW | 103-07461 | S W MCLAUGHLIN 7X | PR |

General Comment:

[ECMC Inspection Report Summary](#)

On Tuesday, 02/06/2024, Inspector Kirby Burchett, conducted a routine field inspection at Scout Energy Management LLC on the S W McLaughlin 7X well, Location #314873, in Rio Blanco County, Colorado.

This location is within or in close proximity to Parks and Wildlife (CPW) District and High Priority Habitat area with NSO and Density Habitat regulations.

Any Corrective Actions from previous Inspections are still applicable.

While there during normal production operations the following compliance issues were observed:

- Debris.
- Unmarked anchor.

Refer to Inspection Photos for observed compliance issues.

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

Location

Overall Good:

Signs/Marker:

| | | | |
|--------------------|--|-------|--|
| Type | OTHER | | |
| Comment: | As Location Entrance signs are replaced: The Well name; The Commission's Location identification number (ID #); The Operator's telephone number where it may be reached at all times; and the Telephone number(s) for local emergency services (911 where available) will be required. | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

| | | | |
|--------------------|---------------------|-------|--|
| Comment: | 970-675-3700 or 911 | Date: | |
| Corrective Action: | | Date: | |

Good Housekeeping:

| | | | |
|--------------------|---|-------|------------|
| Type | DEBRIS | | |
| Comment: | Production report indicates well is on production. Waiting on workover? Excess equipment needs to be removed. Horsehead component needs to stacked beside pumping unit to remain. | | |
| Corrective Action: | Remove polish rod, unused pumping and wellhead components as storage of unused equipment is not allowed. | Date: | 02/22/2024 |

Overall Good:

Spills:

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

In Containment: No

Comment:

Multiple Spills and Releases?

Equipment:

| Type | | | corrective date |
|--------------------------|-----------------------|-------|-----------------|
| Type: Pump Jack | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Bradenhead | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Deadman # & Marked | # 3 | | |
| Comment: | 4th deadman unmarked. | | |
| Corrective Action: | Install marker | Date: | 02/21/2024 |
| Type: Other | # 1 | | |
| Comment: | Wellhead tree. | | |
| Corrective Action: | | Date: | |

Venting:

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

Flaring:

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

Inspected Facilities

Facility ID: 229804 Type: WELL API Number: 103-07461 Status: PR Insp. Status: PR

Producing Well

Comment: [November 2023 Production Report](#)

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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| | | Ditches | | | | |
| Berms | | | | | | |

Comment: Operator is responsible for maintaining Best Management Practices (BMPs) to control vehicle tracking and potential sediment discharges from operational roads, well pads, and other unpaved surfaces.

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 |
|--------------|----------------------|---|
| 403678916 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6420831 |
| 702502357 | Inspection Photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6420822 |