

**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:

10/15/2024

Submitted Date:

10/21/2024

Document Number:

696206387**FIELD INSPECTION FORM**

Loc ID 335904	Inspector Name: Trujillo, Aaron	On-Site Inspection <input type="checkbox"/>	Status Summary: <input checked="" type="checkbox"/> THIS IS A FOLLOW UP INSPECTION <input checked="" type="checkbox"/> FOLLOW UP INSPECTION REQUIRED <input type="checkbox"/> NO FOLLOW UP INSPECTION REQUIRED Findings: 3 Number of Comments 1 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																
Operator Information: ECMC Operator Number: <u>10456</u> Name of Operator: <u>CAERUS PICEANCE LLC</u> Address: <u>1001 17TH STREET #1600</u> City: <u>DENVER</u> State: <u>CO</u> Zip: <u>80202</u>																			
Contact Information: <table border="1" style="width: 100%; border-collapse: collapse;"><thead><tr><th>Contact Name</th><th>Phone</th><th>Email</th><th>Comment</th></tr></thead><tbody><tr><td></td><td></td><td>ecmc.inspections@qb-energy.com</td><td></td></tr></tbody></table>				Contact Name	Phone	Email	Comment			ecmc.inspections@qb-energy.com									
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Inspected Facilities: <table border="1" style="width: 100%; border-collapse: collapse;"><thead><tr><th>Facility ID</th><th>Type</th><th>Status</th><th>Status Date</th><th>Well Class</th><th>API Num</th><th>Facility Name</th><th>Insp Status</th></tr></thead><tbody><tr><td>335904</td><td>LOCATION</td><td>AC</td><td></td><td></td><td>-</td><td>NPM G35-496 Pad</td><td>RI</td></tr></tbody></table>				Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status	335904	LOCATION	AC			-	NPM G35-496 Pad	RI
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335904	LOCATION	AC			-	NPM G35-496 Pad	RI												
General Comment: <p>On 10/15/2024, Western Reclamation Work Lead Trujillo conducted an interim reclamation inspection at Caerus Piceance LLC's NPM G35 -496 Pad location in Garfield County, Colorado.</p> <p>This inspection is a follow-up to #696205854 to document compliance with the following corrective actions: -Comply with Rule 1003.b -Comply with Rule 406.e</p> <p>It as observed in this inspection that the corrective actions remain outstanding.</p> <p>Refer to the Location and Reclamation sections of this inspection report for additional details.</p> <p>Refer to the photo-documentation of the observed compliance issues attached to this report.</p> <p>Any corrective action(s) from previous inspection that have not been addressed are still applicable.</p>																			

Inspected Facilities									
Facility ID:	335904	Type:	LOCATION	API Number:	-	Status:	AC	Insp. Status:	RI
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12									

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

Date Interim Reclamation Started: _____

Date Interim Reclamation Completed: _____

Land Use: OTHER, RANGELAND

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND SEGREGATION _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? _____

Comment _____

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment _____

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? _____

Comment _____

Corrective Action _____

Date _____

Date Final Reclamation Started: _____	Date Final Reclamation Completed: _____
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Final Land Use: RANGELAND

Reminder: _____

Comment:

Well plugged _____	Pit mouse/rat holes, cellars backfilled _____	
Debris removed _____	No disturbance /Location never built _____	
Access Roads _____	Regraded _____	Contoured _____
		Culverts removed _____
Gravel removed _____		
Location and associated production facilities reclaimed _____		Locations, facilities, roads, recontoured _____
Compaction alleviation _____	Dust and erosion control _____	
Non cropland: Revegetated 80% _____		Cropland: perennial forage _____
Weeds present _____	Subsidence _____	

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

Comment:

Corrective Action: <input type="text"/>	Date <input type="text"/>
Overall Final Reclamation <input type="checkbox"/>	Well Release on Active Location <input type="checkbox"/> Multi-Well Location <input type="checkbox"/>

ECMC Comments

Comment	User	Date
<p>RECLAMATION COMMENT</p> <p>Per records:</p> <p>-Wells 045-14529/14528 TAd. Per form 6As, wells to be plugged by 12/31/2029.</p> <p>-Well 045-24343 records show well was PAd 9/15/2022. Form 6(s) in process at time of FIR submission. Advise contacting area ECMC Engineer regarding Form resolution.</p> <p>-Wells 045-24338/24332 status "Expired Permit". Form 4 to abandon the permits need to be submitted.</p> <p>-Well 045-14530 last well on the Location with an active permit that hasn't been drilled; drilling/completion operations no longer occurring on Location.</p> <p>-Conductors, likely associated with 045-14630 and 045-24343, remaining on the Location. Pursuant to 406.e, conductors not drilled within 6 months require plugging and reclamation.</p> <p>-Drill cuttings have been removed from the trench and disposed off-site. Remediation Project Nos. #26507 closed via F27 #403813416.</p> <p>Ongoing/continuous drilling operations not occurring and records show that the Rig was released from the Location on 6/7/2022. All remaining/drilled wells were completed by 9/12/2022, and all equipment associated with drilling and completion operations have been removed from the Location. Pursuant to Rule 1003.b, interim reclamation was due 3/2023.</p> <p>Inspection #696205854 required Operator to comply with Rule 1003.b and 406.e.</p> <p>It was observed in this inspection that interim reclamation has commenced at the Frac Support Pad. This portion of the Location has been contoured/regraded and topsoil replaced; areas where the pad had existed also appears to have been sprayed with a hydromulch; hydromulch appears thin and has not been uniformly applied. Unclear if reclamation at the access road leading to the support pad has been completed- road/tracks remains apparent.</p> <p>Interim reclamation of the well site has not been performed and remains outstanding. Additionally, conductors related to undrilled wells have not been plugged/backfilled/reclaimed pursuant to Rule 406.e.(4).</p> <p>The overall status of interim reclamation is being considered "in process" at this time, however corrective actions have not been addressed in entirety and will remain applicable until completed.</p>	trujilloam	10/21/2024

Attached Documents

You can go to ECMC Images (<https://ecmc.state.co.us/weblink/>) and search by document number:

Document Num	Description	URL
696206388	Inspection Photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6754923